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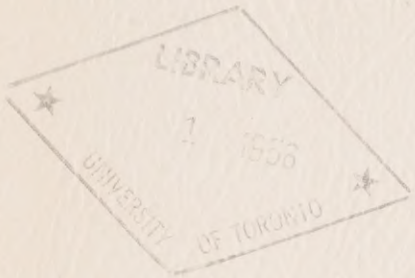
Canada. Canadian Wheat Board

1954

REPORT

of

The Canadian Wheat Board



CROP YEAR 1954-1955

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CROP YEAR
1954-1955

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Report of The Canadian Wheat Board

Crop Year 1954-1955

The RIGHT HONOURABLE C. D. HOWE,
Minister of Trade and Commerce,
Ottawa, Canada.

Sir:

We beg to submit herewith the Annual Report of The Canadian Wheat Board for the crop year ended July 31, 1955, as required by the Canadian Wheat Board Act.

PART I

1. General Comment—Crop Year 1954-55

While world wheat production in 1954 was somewhat smaller than in the preceding year, world supplies were among the largest on record. Lower yields were most noticeable on the exporting side due to smaller crops in Canada, Australia and the United States but exportable surpluses, particularly in Canada and the United States, remained large.

Total European production was close to the level of the previous year. Smaller harvests in Austria, Western Germany, Greece and Italy were offset by larger crops in France, Ireland, the Netherlands, Spain, Switzerland and other countries. In Asia, wheat production was well maintained in spite of much reduced yields in Turkey. Excellent crops were harvested in India, Pakistan and Japan. Production in Egypt, Algeria and French Morocco exceeded that of the previous year. In South America the total harvest was well above the 1953 level as a result of a bumper crop in Argentina.

North American wheat production in 1954 was smaller than in the previous year by about half a billion bushels; more than the total decline in the world production. Due to sharply lower yields in western provinces, Canada harvested 309 million bushels as compared with 614 million bushels in 1953. Following a substantial reduction of acreages in the United States, wheat production in that country was 970 million bushels as compared with 1,169 million bushels in the previous year. As a result of less favourable growing conditions, wheat production in Australia amounted to 167 million bushels as compared with the previous year's production of 198 million bushels. At the same time the Argentine harvest was estimated at 283 million bushels as compared with 228 million bushels for the previous year.

In 1954-55 the volume of wheat and flour moving in international trade increased moderately to an estimated 943 million bushels as compared with 869 million bushels in the previous year. As the world volume increased, the direction of trade was also somewhat changed. Total wheat imports by Japan and other Far Eastern markets were smaller, but these reductions were more than matched by a substantial increase in the combined imports into European markets. At the same time total Central and South American imports and total imports by African countries were relatively unchanged from the previous year.

All of the major wheat exporting countries including France shared in the increased market available in Europe. Contributing to the stronger European demand was the disappointing quality of the 1954 harvest which, despite the high level of production, necessitated the addition of larger amounts of outside wheat suitable for milling purposes. Wheat reserves in several European countries had been heavily depleted in the previous crop year.

There was stronger competition from the United States, Argentina, Australia and other exporting countries. France was a major exporter in 1954-55 to Western European markets. The extensive use of barter arrangements for the direct exchange of wheat for other commodities further increased the competition from Argentina, while the intensification of the United States surplus disposal programme presented special marketing problems.

As a result of intense competition from low quality wheats, and particularly the aggressive United States disposal programme, the Canadian share in the world wheat trade of 1954-55 was reduced. Canadian exports of wheat (including flour) in 1954-55 amounted to 252 million bushels, slightly below the 255 million bushels exported in 1953-54. United States wheat exports were 274 million bushels as compared with 217 million bushels for the previous year. Australian exports for the year increased to 86 million bushels as compared with 64 million bushels in 1953-54, while those of Argentina were 133 million bushels as compared with 108 million bushels in 1953-54.

2. *Canadian Crop Development and Supplies*

The total acreage seeded to wheat, oats and barley in Canada in 1954 was 42,284,000 acres, reflecting a reduction of almost two million from the 44,254,000 acres seeded to these grains in 1953. The reduction occurred in the Prairie Provinces, where the combined wheat, oats and barley acreage was 37,720,000 acres in 1954 as compared with 39,737,000 acres in the previous year.

Prairie wheat acreage was 23,437,000 acres, representing a decline of over one million from the 24,648,000 acres seeded to wheat in 1953. The reduction in Prairie wheat plantings was a reflection partly of extensive spring flooding and partly of a shift by producers to a larger production of coarse grains. The acreage seeded to oats in the Prairie Provinces was 6,715,000 acres as compared with 6,490,000 acres the previous year. Barley acreage was 7,568,000 as compared with 8,599,000 in 1953.

Prairie seeding operations in 1954 were delayed due to excessive wet weather in the spring months. Work on the land was under way in southern regions by mid-May but did not become general in the north before the first two weeks of June. Flooding in many regions induced a large number of producers to seed coarse grains on land originally intended for wheat.

Crop development was slow through the months of June and July as weather continued cool and damp. Early in the growing season stem and leaf rust appeared in southern parts of Manitoba and Saskatchewan, extending from there through succeeding weeks into northern regions and into Alberta. By mid-August the rust infestation had affected about two-thirds of the cultivated acreage of the Prairies. Through most of August the weather continued to retard crop development and to favor the extension of rust. In September there occurred further deterioration in the quality and size of the crop due to rust, with frost damage as well in some areas late in the month.

Due to immaturity of stands and late-summer rains, harvesting operations did not become general until mid-October. In the final weeks of October some producers engaged in the threshing of tough and damp grain, despite warnings that such grain should be left in the fields. Fine weather in the latter half of October permitted harvesting to be completed by the end of the month.

Late seeding, retarded development, rust infestation and frost combined to drastically reduce the yield of Prairie grain crops in 1954. The harvest of all grains amounted to 668 million bushels, or about 45% below the average harvest of the previous three years. This is shown in the following table, with comparative data for the five-year period from 1946 to 1950:

	Average Production 1946 to 1950	Average Production 1951 to 1953	Production 1954
		(million bushels)	
Wheat	367	597	282
Oats	222	321	196
Barley	135	255	167
Rye	12	22	12
Flaxseed	8	10	11
TOTAL	744	1,205	668

Production of wheat in the Prairie Province in 1954 was estimated at 282 million bushels a compared with 584 million bushels for the previou year. For Canada as a whole, production amounte to 309 million bushels. The Prairies also harveste 196 million bushels of oats as compared with 27 million bushels in 1953. Total Canadian oa production was 307 million bushels. The barle crop in the Prairie Provinces was 167 millio bushels as compared with 251 million bushels the previous year. Barley production for a Canada amounted to 176 million bushels.

Supplies of wheat, oats and barley from tl 1954 crop were supplemented by the commerci carryover from the previous crop year (grain country elevators, mills, in transit and in oth commercial storage facilities). The followi table shows the inward commercial carryover wheat, oats and barley in Canada as at August

1954, with comparable figures for the corresponding date the previous year:

	August 1 1953	August 1 1954
	(million bushels)	
Wheat	289.5	386.8
Oats	53.7	28.5
Barley	73.4	49.1

3. *Legislation*

No amendments to the Canadian Wheat Board Act were passed by Parliament in the 1954-55 Session.

4. *Transportation*

Since Canadian storage facilities were heavily stocked at the commencement of the crop year 1954-55, the volume of producers' marketings through the year was closely related to the quantities of grain moving from country and terminal positions into domestic and export markets. To make effective use of the storage facilities available, the Board's transportation policy during the greater part of the crop year had to be in terms of moving into forward positions the specific kinds and grades of grain in strongest demand.

Increased pressures on the transportation system developed in the final two months of the crop year, when it was found necessary to move larger quantities of grain out of country elevators than previously anticipated to provide space for the delivery of the eight-bushel general quota.

The following table shows primary receipts from producers and principal movements of Western grain in 1954-55 as compared with those of the previous crop year:

	1953-54	1954-55
	(million bushels)	
Primary receipts from producers	608	524
Shipments from country elevators and platform loadings	580	515
Receipts at Pacific Coast Ports	135	102
Receipts at Fort William/Port Arthur	360	326
Shipments from Fort William/Port Arthur (lake and rail)	351	330

Primary receipts from producers at country points amounted to 524 million bushels. This quantity was close to the 515 million bushels of all grains moved by the railways, out of country elevators and from loading platforms. Receipts at Pacific Coast Ports were 102 million bushels, while 326 million bushels of grain were received at Lakehead terminals. The outward movement by lake and rail from Lakehead terminals to eastern Canada or destinations in the United States was 330 million bushels.

The Board wishes to express appreciation of the co-operation which it received from the Transport Controller, the railways, the lake boat operators and the Board of Grain Commissioners for Canada in the crop year under review.

5. *Delivery Quotas*

On July 29, 1954 the Board announced the quota policy for 1954-55. The policy was based upon regulating deliveries to meet market requirements and the initial quota policy was revised to provide more equity in the monetary return to producers. The latter objective was implemented by the introduction of initial quotas on a unit basis designed to more or less equalize returns to producers irrespective of the grain which they chose to deliver. A unit consisted of three bushels of wheat, or five bushels of barley or rye or eight bushels of oats. The initial quota provided for the delivery of grain in the volume of one hundred units.

Following the initial quotas the Board provided for general quotas based upon bushels per specified acre, the latter being each permit holder's acreage seeded to wheat (except Durum), oats, barley or rye plus his acreage in summerfallow.

The first initial quotas were established on August 28, 1954 and were extended as space became available. Initial quotas had been established at all delivery points by October 15, 1954. A general quota of 2 bushels per specified acre became effective at some individual stations on October 15, 1954. In the next sixty days 2-bushel quotas were established at over 1,700 delivery points. During the same period over 150 delivery points had received a general quota of 4 bushels per specified acre. By the end of the calendar year, general delivery quotas of 2, 3 or 4 bushels per specified acre were in effect at all delivery points in the designated area.

By late April all delivery points in the West had a general delivery quota of 3 bushels per specified acre or higher. Effective on April 22nd the Board established its first general quotas of 8 bushels per specified acre. At that time a number of delivery points, principally in low yield areas, had space over and beyond that required for the 6-bushel general quota. The Board had in mind that an 8-bushel per specified acre general quota would probably be the limit of general quotas for the crop year 1954-55.

By the end of May all delivery points in the West had a general quota of 4, 5, 6 or 8 bushels per specified acre, and by the end of June all but a few delivery points were working on general quotas of 6 or 8 bushels per specified acre—mostly on the 8-bushel quota.

Early in May, the Board arranged for a special questionnaire to be completed by elevator agents as at May 11th. From this questionnaire

the Board was able to calculate its position in respect to the 8-bushel general quota and the questionnaire revealed that it would be practical for the Board to base its plans on the implementing of the 8-bushel general quota by July 31st. On the basis of the information in its hands, the Board was able to give the railways precise information as to car requirements for the balance of the crop year. In early July, the Board commenced to receive sharply increased estimates of car requirements to implement the 8-bushel quota. These estimates increased by as much as 12,000 cars during the month of July. The increases were such that the railways could not, in the few remaining weeks of the crop year, expand their car loadings to take care of the increased estimates of deliverable grain, nor was sufficient unload space available for a sharply increased movement. No doubt the continuing excellent crop prospects was a factor in encouraging maximum deliveries under the 8-bushel general quota and other authorizations in effect in the final weeks of the crop year.

On August 9, 1955 the Board announced that the 8-bushel general quota would be extended but deliveries would be for the account of the 1955-56 Pool. Only after the Board was reasonably sure that the 8-bushel general quota had been completed were initial quotas for 1955-56 established at individual delivery points. By September 2, 1955 the 1955-56 initial delivery quota was established at all delivery points in the designated area, and it was then arranged that producers still having old crop grain to deliver under the extended 8-bushel general quota could apply to the Board for special permits to enable them to complete their deliveries under this quota.

Delivery Quotas—Oats and Barley

At the start of the crop year there was a strong current demand for oats and barley. To increase stocks of these grains in commercial positions the Board authorized a temporary delivery quota of 1,000 bushels of oats or barley, or a combination of these grains up to 1,000 bushels for each permit holder. This special authorization was made pending establishment of initial quotas at individual stations. The special delivery quota on barley was cancelled on September 22, 1954 but was continued for oats at delivery points where initial quotas had not been established. A short time later the 1,000 bushel provision in respect to oats was again extended to delivery points where initial quotas were in effect.

On January 4, 1955 the Board announced a supplementary quota for barley of 3 bushels per seeded acre. This quota was established to permit the delivery of needed supplies of barley. Later this supplementary quota was amended to provide for minimum delivery of 300 bushels, and also provided that this minimum delivery quota would apply in the case of permit holders who had carried over barley from previous crops but had no seeded barley acreage in 1954.

On May 31, 1955 a second supplementary quota of 1,000 bushels for oats was authorized.

During 1954-55 provision was again made for over quota delivery of one car lot of malting, pot or pearling barley on the basis of a sample accepted by the buyer and for which the producer was paid a premium.

The special authorizations outlined above were, of course, in addition to the quantities of oats and barley which producers may have elected to deliver on general quotas.

Delivery Quotas—Durum Wheat and Flaxseed

As in the previous crop year, deliveries of Durum grades of wheat and flaxseed were not subject to quota controls.

General

During the crop year the Board continued to assist producers in acquiring registered and certified seed and commercial seed, and also made arrangements for producers to acquire for seeding purposes higher grades of grain in country elevators in exchange for lower grades of grain.

Acting on behalf of the Department of Agriculture, Ottawa, the Board administered export control in respect to the Selkirk variety of wheat for the period from August 16, 1954 to July 15, 1955.

6. Shipping Policy

On July 31, 1954 stocks of grain in elevators in Canada amounted to 469 million bushels, of which 267 million bushels were in country elevators. Under these conditions, Board shipping policy throughout the crop year had to be selective. Grains and grades of grain moving out of country elevators had, in the main, to be products in demand and which would promptly move through terminal facilities. Conversely, the movement into terminal positions of grains or grades of grain not in demand, would result in blocking the movement of grains and grades of grain needed to meet market requirements. With this position in mind, and after consultation with the Board, the Transport Controller, on August 11, 1954 issued an order setting out the procedure to be followed when Board shipping orders conflicted with the distribution of cars pursuant to the car order book.

The forwarding of grain from country elevators during the crop year 1954-55 proceeded in accordance with nine major shipping instructions and a

number of secondary instructions issued at intervals by the Board throughout the crop year. These shipping instructions, generally, determined the preference under which kinds of grain or different grades of grain could be forwarded to mills or to terminal positions both east and west. The shipping instructions primarily called for the shipment of grain to meet market requirements at different stages of the crop year, but also from time to time were related to the implementing of delivery quotas in effect at country points. In 1954-55 the Board assumed additional responsibility for distribution of its shipping orders as between handling companies.

7. Handling Agreement

The terms of the 1953-54 Handling Agreement were continued in the 1954-55 Agreement negotiated with handling companies. Handling margins remained at 4½c per bushel on wheat and barley and 3½c per bushel on oats, while the storage rate continued at 1/35 of a cent per bushel per day. Diversion charges on grain shipped or diverted to interior mills, maltsters or other processors, as negotiated between the handling companies and the processors concerned, remained unchanged from the previous year. Diversion charges on grain shipped or diverted to interior government terminal elevators or to the ports of Churchill and Prince Rupert were also unchanged.

8. 1954-55 Pool Account—Wheat

Policy

In accordance with the Canadian Wheat Board Act, 1935, as amended, the Board administered an annual Pool for wheat delivered to the Board between August 1, 1954 and July 31, 1955.

The fixed initial price for wheat for 1954-55 was $1.40 per bushel basis No. 1 Northern wheat in store Fort William/Port Arthur or Vancouver. This initial price was authorized by Order in Council P.C. 1954-1067, July 13, 1954. Initial prices for grades of wheat other than No. 1 Northern were established by the Board and approved by Orders in Council.

Under Order in Council P.C. 1954-1067, July 13, 1954 the Board was required to sell wheat, other than Durums, for domestic use at the same price as it sold wheat for registration under the revised International Wheat Agreement. In the case of Durum grades of wheat, the Board was authorized to sell these grades for domestic use at a premium over its selling prices under the International Wheat Agreement.

Board Receipts

The following table shows receipts of wheat from producers, by months, for the period from August 1, 1954 to July 31, 1955:

	Bushels
August, 1954	—
September	1,959,837.6
October	18,299,794.3
November	37,468,795.8
December	37,859,651.2
January, 1955	34,307,550.1
February	12,004,155.3
March	10,936,874.9
April	15,636,611.0
May	18,550,462.8
June	43,089,181.1
July	88,338,515.6
Total	318,451,429.7

Board receipts from producers in 1954-55 amounted to 318.5 million bushels as compared with 398.0 million bushels in the previous crop year. The pattern of producers' deliveries of wheat to the Board was determined by the Board's delivery quota policy. During the crop year the heavy marketing periods were in November and December, 1954, January, 1955 and again in June and July, 1955.

Grade Pattern

The following table shows receipts from producers, by principal grades, for the crop year 1954-55, together with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 1 Northern	11,281,567.5	3.5
No. 2 Northern	92,078,956.2	28.9
No. 3 Northern	60,964,522.2	19.2
No. 4 Northern	40,923,895.7	12.9
Nos. 1 to 4 Durum	4,423,380.7	1.4
Nos. 1 to 3 Garnet	687,834.8	.2
No. 5 Wheat	61,384,712.4	19.3
No. 6 Wheat	24,512,724.0	7.7
Feed Wheat	13,120,938.4	4.1
Other Grades	9,072,897.8	2.8
Total	318,451,429.7	100.0

The grade pattern of producers' deliveries to the Board in 1954-55 reflected the relatively high grades of farm stocks of wheat carried over on farms on July 31, 1954, and the high percentage of lower grades of wheat included in the 1954 crop.

As shown in the above table, the principal grade of wheat delivered to the Board was No. 2 Northern, with receipts of 92.1 million bushels. Receipts of Nos. 3 and 4 Northern were 61.0 million bushels and 40.9 million bushels respectively. Of the lower grades, No. 5 Wheat predom-

inated, receipts amounting to 61.4 million bushels, followed by 24.5 million bushels of No. 6 and 13.1 million bushels of Feed Wheat. Nos. 5, 6 and Feed Wheat constituted 31.1% of total receipts.

Total Wheat Stocks—1954-55 Pool

Total wheat stocks in the 1954-55 Pool were 483,085,237.3 bushels, consisting of 318,451,429.7 bushels received from producers, 578,296.3 bushels purchased from others than producers and 164,055,511.3 bushels transferred from the 1953-54 Pool to the 1954-55 Pool on April 29, 1955.*

1954-55 Pool Account—Wheat

Since the principal assets of the 1954-55 Pool as at July 31, 1955 consisted of an inventory of 369,866,775.9 bushels, the position of the Pool as at that date depended largely upon the basis of valuation for this inventory. As in the preceding year, the inventory was valued at cost. The main part of the inventory consisted of receipts from producers and others for the account of the 1954-55 Pool and these stocks have been valued at initial prices basis $1.40 per bushel for No. 1 Northern wheat in store Fort William/Port Arthur or Vancouver. A portion of the inventory consisted of wheat transferred from the 1953-54 Pool to the 1954-55 Pool on April 29, 1955 and which was unsold as at July 31, 1955. These latter stocks were valued basis transfer prices. This basis of inventory valuation is used on presenting the operating results of the 1954-55 Pool Account as at July 31, 1955, even though the Board's asking prices for No. 1 Northern wheat averaged $1.73⅝ per bushel basis in store Fort William/Port Arthur and $1.73¾ per bushel basis in store Vancouver for the period from August 1, 1955 to December 30, 1955.

*For details of this transfer see Page 1 of the Supplementary Report of The Canadian Wheat Board on the 1953-54 Pool Account for Wheat.

1954-55 Pool Account—Wheat

The following table shows the operating position of the 1954-55 Pool Account from August 1, 1954 to July 31, 1955:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries, August 1, 1954 to July 31, 1955	318,451,429.7	
(b) Purchases from the 1953-54 Pool Account—Wheat	164,055,511.3	
(c) Wheat otherwise acquired①	578,296.3	
Total wheat acquired	483,085,237.3	
	(Value)	(Value)
2. Cost of wheat acquired		$672,009,383.00
3. Proceeds of sales and value of unsold stocks of wheat as at July 31, 1955:		
(a) (i) Completed sales at realized prices	$130,308,499.85	
(ii) Uncompleted sales at contract prices	64,047,613.70	
Total proceeds from sales	194,356,113.55	
(b) Value of unsold stocks of wheat stated at cost②	482,933,605.89	677,289,719.44
4. Gross surplus as at July 31, 1955		5,280,336.44
5. Operating costs—August 1, 1954 to July 31, 1955:		
(a) Carrying charges, including terminal storage	19,130,816.73	
(b) Interest and bank charges	2,192,764.81	
(c) Additional freight (net)	354,841.40	
(d) Handling, stop-off and diversion charges	2,855.27	
(e) Drying charges	28,877.62	
(f) Administrative and general expenses	935,936.98	22,646,092.81
6. Debit balance in the 1954-55 Pool Account—Wheat, as at 31st July 1955, after valuing stocks of wheat on hand at cost basis in store Fort William/Port Arthur or Vancouver		$ 17,365,756.37

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②See preceding paragraph for basis of inventory valuation.

Operating Costs—1954-55 Wheat Account

Board operating costs applicable to the 1954-55 Pool amounted to $22,646,092.81 during the crop year ending July 31, 1955. This amount includes $19,130,816.73 for carrying charges on wheat stored in country elevators and for the storage of wheat in terminal elevators and in mills to July 31, 1955. Interest and bank charges amounted to $2,192,764.81. Net additional freight on wheat shipped from country elevators to terminal positions was $354,841.40. These charges arose primarily in the movement of wheat to the Pacific Coast from stations in western Saskatchewan from which there is a more favourable freight rate to Fort William/Port Arthur than to Vancouver, and in the movement of low grade wheat to the Lakehead from Alberta points. They also reflected a credit of freight saved on wheat moved to Port Churchill. Handling, stop-off and diversion charges on wheat warehoused at interior terminals in the sum of $2,855.27 were incurred by the Board. Drying charges were $28,877.62. The Board's administrative and general expenses applicable to the 1954-55 Pool were $935,936.98 to July 31, 1955.

International Wheat Agreement

The crop year 1954-55 was the second year of operation of the revised International Wheat Agreement. The crop year began with a total of 46 participating countries, of which four were exporters and 42 were importing countries. Brazil, which had been a signatory nation to the revised Agreement, had not deposited her instrument of acceptance at the beginning of the crop year. She did, however, ratify early in the new year and deposited her instrument of acceptance on September 13, 1954. Italy acceded to the Agreement on December 10, 1954 with an annual guaranteed quantity of 100,000 metric tons.

The crop year began with guaranteed quantities of 389,373,095 bushels of wheat, or flour in wheat equivalent. This total was later increased to 393,047,466 bushels with the accession of Italy, and remained at this figure until the end of the Agreement year. Total sales and purchases registered under the Agreement during the crop year 1954-55 were 290,601,960 bushels, or 74% of the guaranteed quantities. Trade under the International Wheat Agreement constituted, roughly, one-third of the international trade in wheat during the crop year.

Canada's guaranteed quantity for 1954-55 was 152,337,327 bushels. Total sales by Canada under the Agreement amounted to 109,202,746 bushels, or 72% of her guaranteed quantity.

Throughout the crop year 1954-55 the price of Canadian wheat, with the exception of Amber Durum, ranged between the Agreement maximum of $2.05 per bushel and the minimum of $1.55 per bushel, basis No. 1 Northern wheat in store Fort William/Port Arthur, expressed in Canadian currency at the parity of the Canadian dollar determined for the purposes of the International Monetary Fund as at March 1, 1949. There was, consequently, no obligation on the part of either exporters or importers to fulfil their respective quantitative commitments under the Agreement. The price of No. 1 Canada Western Amber Durum wheat, basis in store Fort William/Port Arthur, remained at the International Wheat Agreement maximum throughout the crop year.

In 1954-55 the Board continued to represent the Government of Canada in the administration of the revised International Wheat Agreement.

Sales Policy—Wheat

The Board commenced the crop year 1954-55 with an inventory of 378.2 million bushels of wheat held for the account of the 1953-54 Pool and early in the crop year the Board started to receive wheat from producers for the account of the 1954-55 Pool. The two Pool Accounts were administered concurrently until April 29, 1955 when the 1953-54 Pool was closed and remaining stocks of wheat in that Pool were transferred to the 1954-55 Pool. Up to April 29, 1955 all sales, with minor exceptions, were applied to the 1953-54 Pool and subsequent to this date sales were applied to the 1954-55 Pool. Combining the 1953-54 inventory as at July 31, 1955 with producers' deliveries of 318.5 million bushels to the 1954-55 Pool between August 1, 1954 and July 31, 1955, the Board had under administration a total of 696.7 million bushels of wheat during the crop year.

The basis of Board selling policy in 1954-55 represented, in the main, the policies which were adopted in 1953-54 to facilitate the marketing of western wheat under conditions of world surplus. The main adjustments in Board selling policy originating in 1953-54 were:

(1) During 1953-54 major adjustments in Board selling prices for wheat were effected. Broadly, these adjustments spread over the crop year brought Board asking prices for No. 1 Northern wheat basis in store Fort William/Port Arthur from a level of about $2.00 per bushel to a level of about $1.70 per bushel. These adjustments in Board pricing reflected the changed international wheat position.

(2) In addition to lowering its asking prices for the basic grade of No. 1 Northern, the Board adopted a more flexible policy in respect to selling discounts for grades other than No. 1 Northern. In 1953-54 these discounts were widened substantially and in themselves constituted an important phase of price adjustment.

(3) A very important phase of Board pricing policy in 1953-54 was the adoption of an arrangement whereby a buyer could purchase Board wheat at its daily quoted selling prices or on a deferred price basis. If a buyer chose the latter basis, he had the right to declare the final price up to seven market days after the date of call on shipment from St. Lawrence or Atlantic ports, and up to fifteen market days from date of loading from Pacific Coast ports. Later, a similar policy was applied to Churchill, the buyer having the right to declare the final price up to nine market days after the date of call. If the deferred price basis was selected by the buyer, provision was made for an accounting price to be established at the time of sale, but this price could be adjusted finally within the time limits provided for each shipping range.

(4) In 1953-54 the Board started a policy of quoting separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports, and basis in store Churchill. This policy gave greater flexibility in Board pricing and had for its objective the making of Board wheat competitive in overseas markets irrespective of the port of shipment.

These comprehensive changes in Board selling policy were not intended as adjustments required for the crop year 1953-54 alone, but were rather broad adjustments in policy to meet surplus conditions and highly competitive selling by all exporting countries.

In the opinion of the Board the major price adjustments made in 1953-54 were adequate and formed the basis of Board pricing policy in the ensuing crop year. In 1954-55 Board pricing policy was not directed towards a further lowering of asking prices, but rather towards a period of price stability at a time when many uncertainties in the field of wheat marketing existed. In following this policy the Board had in mind that the world surplus of wheat had been some time in the making and would continue beyond the crop year 1954-55. It was the Board's view that the crop year 1954-55 represented one phase of a larger and continuing marketing problem and that during this phase a measure of price stability was desirable.

During the first six months of the crop year 1954-55 monthly average asking prices ranged from $1.69¾ to $1.72 per bushel, both monthly average prices being for No. 1 Northern basis in store Fort William/Port Arthur.

In February and March, 1955 the Board's asking price for No. 1 Northern wheat in store Fort Willaim/Port Arthur was advanced to $1.76 per bushel, a level which continued until the end of the crop year. Increases in Board asking prices in the early part of 1955 reflected in part, the decline in the exchange value of the Canadian dollar.

Throughout the crop year the relationship between Board asking prices in store the Lakehead and in store Pacific Coast ports reflected changing ocean shipping costs from the two terminal points. When the crop year commenced, Board asking price for wheat in store Pacific Coast ports was $1.76⅜ per bushel for No. 1 Northern wheat, while its asking price for the same grade of wheat in store Fort William/Port Arthur was $1.70⅜. The same relationship between Board quotations in store the Lakehead and in store Pacific Coast ports continued until December, 1954 when Board asking prices basis in store Fort William/Port Arthur were increased by 1c per bushel. By mid-February Board asking prices in store Vancouver and in store Fort William/Port Arthur were quoted at the same level. From the latter part of February until late April, Board asking prices in store Fort William/Port Arthur were slightly higher than in store Pacific Coast ports. During the final three months of the crop year Board quotations for No. 1 Northern wheat in store Fort William/Port Arthur and Pacific Coast ports were on the same level. On January 5, 1955 the Board started quoting asking prices for wheat for shipment through Churchill during the 1955 season. At that time the Board asking price for No. 1 Northern wheat basis in store Churchill was quoted at $1.82 per bushel as compared with the quoted price of $1.72 per bushel in store the Lakehead. Churchill quoted prices remained 10c per bushel higher than Lakehead prices up to the end of the 1955 shipping season at Churchill.

Reflecting the changing grade structure of Board holdings of old and new crop wheat, selling spreads for grades other than No. 1 Northern continued to be adjusted in 1954-55. The general pattern of adjustments in spreads was a slight narrowing of selling spreads on the higher grades of wheat and a substantial widening of grade spreads on No. 5, No. 6 and Feed Wheat; the latter being a reflection of the quantity of low grade wheat delivered to the Board in 1954-55.

In appraising Board selling policy for the crop year 1954-55 some conflicting results accrued. In some respects the results obtained were disappointing. Early in the crop year the Board felt that there was a possibility of substantially increased exports during the crop year as compared with the export movement of 1953-54. This expectation was based upon the reduction in reserve stocks of imported wheat held by many importing countries during 1953-54. For this reason it was felt that during 1954-55 many importing countries would be importing the full amount of their deficit position. It was also felt that the lower quality of many European crops in 1954 would cause an increased demand for im-

ported wheat, and particularly for Canadian wheat. These factors, of course, did play an important part in 1954-55, but were offset by other developments having the effect of limiting the volume of Canadian wheat exports.

In the large highly competitive Western European market, the results were satisfactory. In these markets, larger exports were recorded to the United Kingdom, the Netherlands and Belgium, and our position was well maintained in other European markets. In total, the increase in Canadian wheat exports for 1954-55 to Western Europe aggregated some 30 million bushels. Other exporting countries also increased their exports to Western Europe. The Argentine increase was about equal to that of Canada, but two-thirds of the Argentine increase was in exports to Italy under special trade arrangements between the two countries. United States exports to Western Europe increased by about 56 million bushels in spite of a sharp decline in exports to Spain. In part this net increase was due to increased United States shipments to the United Kingdom. These increased shipments consisted mainly of low-grade wheat for feeding purposes. The main increase in United States exports of wheat to Western Europe occurred in the case of Yugoslavia and Greece. United States exports to these countries for the crop year ending June 30, 1955 amounted to 52.3 million bushels as compared with 18.9 million bushels in the previous twelve months. United States shipments to both these countries were mainly on a non-commercial basis. The United States also moderately increased exports to Norway, Germany, the Netherlands and Belgium, these increases again reflecting United States disposal methods.

The gains achieved in selling Canadian wheat in Western Europe in 1954-55 were offset by decreases in wheat exports to other areas. In part these decreases were due to improved wheat production in the importing countries themselves, and in part due to increased shipments by other countries, principally the United States.

To Asiatic countries Canadian wheat exports declined by 17.8 million bushels in 1954-55 as compared with the previous crop year. The major part of this decline occurred in exports to Japan. The domestic wheat crop in Japan was much larger in 1954 than in 1953, and Japanese requirements of imported wheat were sharply reduced from the previous crop year. Canada maintained its position in the smaller Japanese market in 1954-55. In India and Pakistan, better domestic crops reduced import requirements and the former country received wheat from the United States. A significant decline took place in Canadian exports to Israel, again as a result of an United States disposal agreement with that country.

In Africa, improved wheat crops reduced total wheat imports and Canadian exports declined. In South America, a sharp drop of Canadian exports occurred, due principally to United States arrangements with Brazil.

Prior to the beginning of the 1954-55 crop year the United States Government had subsidized wheat exports, due to the fact that domestic prices under their support legislation were higher than world market prices for wheat. During the crop year 1954-55 the United States intensified its wheat disposal efforts under three main programmes.

(1) *The Disposal of Wheat for Local Currencies*
This programme is authorized under two pieces of legislation—Title I of Public Law 480 and Section 402 of Public Law 665. These programmes permit the sale of surplus agricultural commodities for foreign currencies under the "Agricultural Trade Development and Assistance Act of 1954" (P.L. 480) and the "Mutual Security Act of 1954" (P.L. 665). Foreign currencies acquired are to be utilized for such purposes as market development; purchase of strategic materials; military procurement; purchase of goods for other countries; grants for multilateral trade and economic development; payment of United States obligations; loans for multilateral trade and economic development, and international educational exchange.

The major programme under which surplus agricultural commodities are sold for foreign currency is Title I of Public Law 480.* As at June 30, 1955 a total of twenty-one Agreements had been signed, with seventeen foreign governments under the provisions of Title I. The total value of these Agreements, at Commodity Credit Corporation cost, was approximately 468.8 million dollars, and included the disposal of 52.6 million bushels of wheat at a cost to the Corporation of 167.9 million dollars. The recipient countries were: Chile, Colombia, Greece, Israel, Italy, Japan, Peru, Turkey and Yugoslavia.

Provision is also made for sales for local currencies under Section 402 of Public Law 665. The currencies acquired under this Act are to be utilized for the same purposes as outlined above, and in addition "to promote the security and foreign policy of the United States by furnishing assistance to friendly nations." No formal announcement of the details of this programme during the crop year 1954-55 has been made, but individual advices have been received to the effect that 151.9 million dollars were involved in the disposal of grains under this legislation. The

*Information on Public Law 480 taken from the second progress report of the President of the United States, presented to Congress July 12, 1955.

recipient countries were: Libya, Formosa, Denmark, Egypt, Germany, Greece, India, Iran, Israel, Korea, Lebanon, Netherlands, Portugal, Turkey, Vietnam and Yugoslavia.

(2) *The Disposal of Wheat for Famine Relief and Other Assistance*

Title II—Public Law 480. Under this legislation the President of the United States was given authority "to make available surplus agricultural commodities for transfer (a) to any nation friendly to the United States in order to meet famine or other urgent relief requirements of such nation, and (b) to friendly but needy populations without regard to the friendliness of their governments."

During the crop year 1954-55 programmes totalling 150 million dollars were authorized under this legislation, of which 81 million dollars involved the purchase of grain. The programme embraced fifteen countries as follows: Yugoslavia, Bolivia, Pakistan, Libya, Haiti, Nepal, Italy, Vietnam, Guatemala, Honduras, Austria, Czechoslovakia, Federal Republic of Germany, East Germany and Hungary. Details of each country programme have not been released and it is not possible to indicate the quantities of wheat involved in these Agreements.

(3) *The Disposal of Wheat Under Barter Agreements*

Title III—Public Law 480. Under this legislation surplus agricultural commodities may be exchanged for "(a) strategic materials entailing less risk of loss through deterioration or substantially less storage charges; or (b) materials, goods or equipment required in connection with foreign economic and military aid and assistance programmes; or (c) materials or equipment required in substantial quantities for off-shore construction programmes."

During the crop year 1954-55 surplus agricultural commodities to the value of 281 million dollars were disposed of under this legislation. Of this total approximately 120 million dollars worth of agricultural commodities were shipped from the United States during the crop year in which 45 million bushels of wheat were involved. Since that time an additional 21 million bushels of wheat have been exported under barter agreements which were outstanding at the end of the crop year. The countries involved in the purchase of surplus agricultural commodities under this Section were: Austria, Belgium, Denmark, Germany, Greece, Netherlands, Norway, Portugal, Spain, Sweden, Turkey, Yugoslavia, the United Kingdom, Ireland, Cyprus, Egypt, Israel, India, Formosa, Japan, Korea, Colombia and Peru. Details of the programme with respect to individual countries have not been announced and, therefore, the quantity of wheat going to each individual country cannot be stated.

Under the programmes outlined above the American Congress has authorized a minimum expenditure of 2,150 million dollars. In the case of Section 402, Public Law 665 the authorization is designed to be a minimum expenditure for the year. In the case of Public Law 480 the authorization is a maximum expenditure which may be made within a stated period. Congress has, however, increased the appropriations since the beginning of the programmes in 1954, indicating that funds available may be limited only by the ability of the Commodity Credit Corporation to dispose of surplus stocks.

The effect of the United States disposal programme in 1954-55 was to considerably narrow the range of markets for Canadian wheat, and to substantially reduce the level of our wheat exports.

In addition to the foregoing disposal programmes, the United States increased export subsidies for the sale of both wheat and flour, which had an effect upon competitive price levels where purely commercial transactions were involved.

Monthly average Board asking prices for wheat for 1954-55 are shown in the following table:

Monthly Average of Board Asking Prices
I.W.A. and Class II Quotations
Basis No. 1 Northern Wheat

	In Store Fort William/ Port Arthur	In Store Vancouver	In Store Churchill
	(cents per bushel)		
August, 1954	169 7/8	175 7/8	178 7/8
September	169 3/4	175 3/4	178 3/4
October	169 7/8	175 7/8	178 7/8 ①
November	169 7/8	175 7/8	——
December	170 5/8	175 5/8	——
January, 1955	172	173 1/4	182 ②
February	173 5/8	173 3/4	183 5/8
March	175 3/4	174	185 3/4
April	176	174 7/8	186
May	176	176	186
June	176	176	186
July	176	176	186

①Average from October 1-19.

②Average from January 5-31.

Sales of Wheat—1954-55

Board sales of wheat and wheat for flour under the terms of the revised International Wheat Agreement amounted to 112.9 million bushels in the crop year 1954-55. A small portion of these sales were for registration under the Agreement for 1955-56. Registrations of Canadian wheat and flour sales under the Agreement for 1954-55 totalled 109.2 million bushels against a guaranteed quantity of 152.3 million bushels.

Total Board sales of wheat at Class II prices amounted to 155.3 million bushels, while sales of wheat for consumption in the domestic market amounted to 59.1 million bushels in 1954-55.

The following table shows Board sales of wheat for the period from August 1, 1954 to July 31, 1955:

	Total Sales (Bushels)
Domestic sales	59,112,888.8
Export Sales at Class II prices	155,298,169.8
Export Sales under the terms of the International Wheat Agreement	112,927,952.7
Weight losses in transit and in drying	40,558.3
Total Sales	327,379,569.6

Board sales of wheat during the crop year 1954-55 amounted to 327,379,569.6 bushels, of which 214,161,108.2 bushels were applied to the 1953-54 Pool Account and 113,218,461.4 bushels were applied to the 1954-55 Pool.

Exports

The following table shows exports of wheat (including flour) by months for the crop year 1954-55:*

	Million Bushels	
August, 1954	19.2	
September	29.6	
October	25.0	
November	23.6	
December	19.5	
January, 1955	18.0	134.9
February	17.4	
March	20.4	
April	17.7	
May	19.2	
June	22.3	
July	20.0	117.0
Total		251.9

Total wheat exports, including flour, amounted to 251.9 million bushels in the crop year 1954-55 as compared with 255.1 million bushels in the previous crop year.

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat. Figures subject to revision.

EXPORTS OF WHEAT AND WHEAT FLOUR*
Crop Years 1953-54 and 1954-55
Continental Areas and Countries

	Crop Year 1954-55			Crop Year 1953-54
	Wheat	Flour (Wheat Equivalent) (bushels)	Total	Total
Europe:				
United Kingdom	89,175,254	12,638,344	101,813,598	82,019,712
Germany	23,604,002	624,028	24,228,030	21,350,258
Belgium	15,492,479	—	15,492,479	13,285,003
Netherlands	10,107,930	3,033	10,110,963	6,847,507
Switzerland	8,159,162	180	8,159,342	9,885,085
Ireland	3,921,787	—	3,921,787	1,950,554
Yugoslavia	3,620,007	11,246	3,631,253	18,720
Norway	3,578,689	—	3,578,689	3,186,992
Austria	2,604,841	—	2,604,841	350,000
Malta	2,259,561	—	2,259,561	1,683,173
Italy	1,187,716	159,845	1,347,561	555,956
Finland	328,067	—	328,067	161,680
Gibraltar	—	107,847	107,847	142,326
Iceland	—	24,570	24,570	172,755
Portugal	—	19,098	19,098	412,290
Greece	—	3,947	3,947	—
Denmark	—	1,575	1,575	879,942
France	—	—	—	726,506
Spain	—	—	—	3,424,966
Total	164,039,495	13,593,713	177,633,208	147,053,425

(This table continued on page 12)

	Crop Year 1954-55			Crop Year 1953-54
	Wheat	Flour (Wheat Equivalent)	Total	Total
	(bushels)			
ASIA:				
Japan	27,489,330	891,653	28,380,983	40,477,138
Philippines	—	6,433,340	6,433,340	5,189,171
India	2,186,933	86	2,187,019	4,272,514
Israel	1,849,306	—	1,849,306	4,485,924
Hong Kong	33,115	876,271	909,386	1,278,314
Ceylon	—	567,077	567,077	242,829
Malaya and Singapore	—	394,618	394,618	380,457
Iraq	369,600	—	369,600	—
Thailand	—	296,149	296,149	305,946
Cyprus	184,800	—	184,800	—
Arabia	156,143	4,095	160,238	98,581
Lebanon	—	125,991	125,991	116,865
Korea	—	50,616	50,616	1,054,274
Other Countries	44,836	42,588	87,424	170,243
TOTAL	32,314,063	9,682,484	41,996,547	58,072,256
CENTRAL AMERICA AND THE CARIBBEAN AREA:				
Cuba	1,338,600	914,998	2,253,598	2,057,159
Trinidad and Tobago	747	2,052,310	2,053,057	2,251,890
Jamaica	9,667	1,457,892	1,467,559	1,666,312
Leeward and Windward Islands	—	1,114,618	1,114,618	977,805
Costa Rica	224,214	517,977	742,191	496,476
Guatemala	—	456,183	456,183	466,191
Barbados	833	357,431	358,264	418,361
El Salvador	—	351,634	351,634	302,922
Dominican Republic	6,500	317,223	323,723	510,687
Nicaragua	—	299,151	299,151	300,865
Haiti	—	286,033	286,033	615,713
Panama	—	288,716	288,716	355,189
Bahamas	—	264,321	264,321	252,522
Netherlands Antilles	—	257,742	257,742	237,960
Bermuda	—	113,521	113,521	117,752
British Honduras	—	26,991	26,991	56,781
Other Countries	—	9,621	9,621	35,139
TOTAL	1,580,561	9,086,362	10,666,923	11,119,724
SOUTH AMERICA:				
Venezuela	58,000	4,298,890	4,356,890	4,127,477
Colombia	1,321,319	739,395	2,060,714	2,067,696
Ecuador	1,641,989	5,162	1,647,151	2,048,262
Peru	209,440	99,653	309,093	1,609,390
Surinam	—	207,666	207,666	204,934
British Guiana	—	101,268	101,268	900,351
Chile	—	1,836	1,836	—
Bolivia	—	—	—	862,252
Brazil	—	—	—	7,707,281
TOTAL	3,230,748	5,453,870	8,684,618	19,527,643

(This table concluded on page 13)

	Crop Year 1954-55			Crop Year 1953-54 Total
	Wheat	Flour (Wheat Equivalent)	Total	
	(bushels)			
AFRICA:				
Union of South Africa	4,842,693	—	4,842,693	7,722,960
Belgian Congo	—	694,670	694,670	712,194
Gold Coast	—	469,868	469,868	904,378
Rhodesia	446,133	—	446,133	—
Nigeria	—	313,065	313,065	526,770
Libya	224,000	—	224,000	453,228
Sierra Leone	—	199,040	199,040	115,434
Portuguese East Africa	151,386	3,537	154,923	409,222
Portuguese West Africa	—	60,781	60,781	41,260
Azores and Madeira	—	52,168	52,168	58,820
Morocco	—	40,811	40,811	293,432
Other Countries	—	74,295	74,295	59,558
TOTAL	5,664,212	1,908,235	7,572,447	11,297,256
NORTH AMERICA:				
United States:				
Domestic Consumption	3,076,526	777,217	3,853,743	5,801,961
Milling in Bond	1,381,969	—	1,381,969	2,160,739
Total United States	4,458,495	777,217	5,235,712	7,962,700
Other Countries	—	45,152	45,152	32,292
TOTAL	4,458,495	822,369	5,280,864	7,994,992
All Other Countries	—	74,525	74,525	16,110
GRAND TOTAL	211,287,574	40,621,558	251,909,132	255,081,406

*Source: Board of Grain Commissioners for Canada. Includes Exports of Ontario Winter Wheat.

Europe again was the principal external market for Canadian wheat and flour in 1954-55. Exports to Europe amounted to 177.6 million bushels, or 70% of all Canadian exports. This was an increase of 30.5 million bushels from the volume of wheat and flour exported by Canada to European markets in the previous crop year. More than half of this increase occurred in the United Kingdom, which imported a total of 89.2 million bushels of wheat and 12.6 million bushels of flour. Other countries providing larger markets for Canadian wheat were Germany, Belgium, the Netherlands, Ireland, Yugoslavia, Norway, Austria and Malta. Exports to Switzerland declined moderately.

Canadian exports of wheat and flour to Asia amounted to 42.0 million bushels in 1954-55. This was a decline of 16.1 million bushels from Canadian exports to that continent in the previous crop year. The reduced level of exports reflected generally improved domestic crops in Asia which reduced the quantities of imported wheat required. The principal decline occurred in the Japanese market where 12.1 million bushels less Canadian wheat was imported than in the year previous. Despite this, however, Japan continued as the second largest market for Canadian wheat, imports amounting to 28.4 million bushels. Exports of flour to Asiatic markets were well maintained with increases occurring in flour exports to the Philippines and Ceylon.

Central America and the Caribbean area purchased 10.7 million bushels, consisting mainly of flour. This was only slightly below the volume purchased by that area in the previous crop year. Exports to South America amounted to 8.7 million bushels, a decline of 10.8 million bushels as compared with the previous crop year. The decline was mainly due to United States arrangements with Brazil, and later with Colombia, Ecuador and Peru. In the latter country Argentine competition was severe for most of the crop year.

Exports of wheat and flour to Africa were 7.6 million bushels as compared with 11.3 million bushels in the previous crop year. The main decline occurred in sales of wheat to the Union of South Africa as a result of reduced import requirements and, to a lesser extent, in sales of flour to other African markets due to increased competition.

Exports of wheat and flour to the United States amounted to 5.2 million bushels, with low grade wheat for feeding purposes predominating in this movement.

Wheat Exports by Ports*

Exports of wheat (including Ontario Winter Wheat) through eastern Canadian ports in 1954-55 amounted to 114.6 million bushels, of which 84.5 million bushels were shipped through St. Lawrence ports. Shipments through Atlantic winter ports reached a record of 30.1 million bushels, reflecting increased demand for early shipment from nearby positions. Pacific Coast clearances totalled 79.9 million bushels for the crop year, while exports through Churchill attained a new record of 12.2 million bushels. Shipments to destinations in the United States were 4.5 million bushels.

Utilization of Special Account

Section 29A of the Canadian Wheat Board Act provides that unclaimed balances in the hands of the Board which are six years old or more may, with the approval of Governor in Council, be transferred to a Special Account. The Act specifically sets forth that these funds shall be used "for such purposes as the Governor in Council upon the recommendation of the Board may deem to be for the benefit of producers".

During the summer and fall of 1955 the Board, with the approval of the Governor in Council, arranged for five Missions from important grain and flour importing countries to visit Canada. The purpose of the Missions was to see at first hand the methods of handling and marketing western grain. In most cases it was possible for the visiting Missions to see western harvesting operations in addition to observing and studying Canadian handling and merchandising methods in Winnipeg and other parts of Canada.

The first Mission which the Board arranged in 1955 consisted of eight younger millers from the United Kingdom, selected by the British National Association of Millers. This group represented an important cross-section of the British milling industry. They had an opportunity of viewing at first hand Canadian methods of handling grain, with particular emphasis on the inspecting, grading, storing and milling operations. Their visit extended from August 15th to September 16th. A second Mission from the four Latin American Republics of Colombia, Ecuador, Peru and Venezuela visited Canada from August 21st to September 21st. The group consisted of one representative from each of the four countries. A third Mission comprised of four representatives of the grain inspection services of Japan, arrived in Canada on August 17th and spent approximately three weeks in this country studying grain handling methods and in particular the methods of

*Source: Board of Grain Commissioners for Canada. Figures subject to revision.

inspecting and grading grain. A fourth Mission of four representatives of the barley processing industry in Japan visited Canada between October 15th and November 11th. This group concentrated its efforts in studying Canadian methods of handling barley and varieties of barley produced in Canada in relation to Japanese requirements. A fifth Mission of three senior officials of the Federal Republic of Germany directly concerned with the importation of grain, visited Canada from September 10th to October 7th.

In connection with the work of the visiting Missions, the grain trade and other interests in Canada co-operated generously. The Board would like to acknowledge especially the help of the following in connection with the 1955 Missions: The Board of Grain Commissioners for Canada, including the Grain Inspection Branch and the Research Laboratory; the Dominion Laboratory of Plant Pathology, Winnipeg; the Dominion Laboratory of Cereal Breeding, Winnipeg; the Plant Products Division, Production Services, Department of Agriculture, Winnipeg; the Barley Improvement Institute, Winnipeg; the Saskatchewan Wheat Pool, Regina; Imperial Oil Limited, Edmonton; the Experimental Farm Services, Department of Agriculture, Ottawa; the Department of Trade and Commerce, Ottawa; Toronto Elevators Limited, Toronto; the Quaker Oats Company, Peterborough; the National Harbours Board, Montreal and Churchill; the shippers and exporters of Vancouver; and the milling industry of Canada.

By Order in Council P.C. 1955-518, April 6, 1955 the Governor in Council approved a recommendation from the Board that a grant be made to the University of Saskatchewan under Section 29A of the Act to assist in the research work on the physiology of rust being carried out by Dr. Michael Shaw, Professor of Plant Physiology, University of Saskatchewan. This grant was in the amount of $5,000 per year for each of the calendar years 1955 and 1956. It was the opinion of the Board that basic research in connection with the physiology of rust would be for the benefit of producers of wheat and other grains.

Sales Promotion

Shippers and exporters and the Canadian Flour Milling Industry in their capacity as agents of the Canadian Wheat Board contributed substantially to the sales results obtained during the crop year.

In addition, members and officials of the Board were closely in touch with all the wheat or flour importing markets and during the crop year visited the principal import markets on one or more occasions.

The Board wishes to acknowledge the assistance which it received throughout the crop year from the Grain Division, Department of Trade and Commerce, Ottawa, the Canadian Trade Commissioners' Service and the Board of Grain Commissioners for Canada. These agencies were very helpful in facilitating the marketing of Canadian wheat and flour.

9. 1954-55 Pool Account—Oats

Policy

By authority of Order in Council P.C. 1954-1067, July 13, 1954 Parts III and IV of the Canadian Wheat Board Act were extended to oats for the crop year 1954-55. By the same authority the initial price of oats for 1954-55 was established at 65c per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur.

Pursuant to Order in Council P.C. 1955-351, March 18, 1955 the initial price of all grades of oats was increased by 7c per bushel effective on March 21, 1955. The same Order in Council empowered the Board to pay to producers delivering oats to the 1954-55 Pool between August 1, 1954 and the effective date of the increased initial price, the sum of 7c per bushel in the form of an adjustment payment.

Under Order in Council P.C. 1955-1785, November 30, 1955 unsold stocks of oats in the 1954-55 Pool as at the close of business on November 18, 1955 were transferred to the 1955-56 Pool, and Order in Council P.C. 1955-1786, November 30, 1955 approved the distribution to producers of the final surplus in the 1954-55 Pool.

Board Receipts

The following table shows receipts of oats from producers, by months, from August 1, 1954 to July 31, 1955:

	Bushels
August, 1954	7,397,649.7
September	7,532,880.8
October	13,038,499.8
November	10,913,328.4
December	3,509,797.9
January, 1955	2,439,991.9
February	1,141,795.5
March	872,642.5
April	1,203,219.5
May	1,454,270.6
June	8,127,025.0
July	11,950,082.8
TOTAL	69,581,184.4

Board receipts of oats from producers in 1954-55 were 69,581,184.4 bushels as compared with 89,725,291.1 bushels in the previous crop year. Receipts of oats from others than producers in 1954-55 amounted to 80.0 bushels.

GRADE PATTERN OF BOARD RECEIPTS

The following table shows Board receipts of oats from producers by principal grades, for the crop year 1954-55, together with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W.	200,387.4	.3
No. 3 C.W.	4,536,665.1	6.5
Extra No. 1 Feed	8,746,987.0	12.6
No. 1 Feed	39,661,798.3	57.0
No. 2 Feed	13,085,744.7	18.8
No. 3 Feed	2,504,269.2	3.6
All other grades	845,332.7	1.2
TOTAL	69,581,184.4	100.0

As shown by the above table, Board receipts of oats were highly concentrated in the grades Extra No. 1 Feed, No. 1 Feed and No. 2 Feed. In general, this grade pattern reflected the unfavourable growing season of 1954.

POOL RECEIPTS AND SALES—1954-55 OATS POOL

The 1954-55 Oats Pool was closed on November 18, 1955. The following table shows the position of the Pool on the closing date:

	Bushels
Receipts, August 1, 1954 to July 31, 1955	69,581,264.4
Transferred from the 1953-54 Pool	5,718,630.5
TOTAL RECEIPTS	75,299,894.9
Completed Sales August 1, 1954 to November 18, 1955	67,283,468.1*
Uncompleted Sales as at November 18, 1955	8,016,426.8

TRANSFER TO THE 1955-56 POOL

Unsold stocks of oats in the 1954-55 Pool as at the close of business on November 18, 1955 were transferred to the 1955-56 Pool. The principal grades of oats transferred were:

	Bushels
Extra No. 1 Feed	123,804.5
No. 1 Feed	3,273,717.9
No. 2 Feed	2,511,130.5
No. 3 Feed	302,596.6
Tough Extra No. 1 Feed	140,382.1
Tough No. 1 Feed	920,468.7
Tough No. 2 Feed	466,976.7
All other grades	277,349.8
TOTAL	8,016,426.8†

The transfer was made under provisions of Section 29 of the Canadian Wheat Board Act and was authorized by Order in Council P.C. 1955-1785, November 30, 1955.

PRICE BASIS OF TRANSFER

All grades of oats transferred from the 1954-55 Pool to the 1955-56 Pool were transferred at the Board's cash closing prices for each grade as at the close of business November 18, 1955, less an allowance of 7c per bushel for market risk and subsequent carrying charges. Futures contracts (1,160,000 bushels) were transferred at the closing price of the December future on November 18, 1955, namely, 74⅛c per bushel.

*Includes 1,205.7 bushels of weight losses in drying.

†Of the total transfer of 8,016,426.8 bushels, 1,160,000 bushels were covered by sales of futures.

1954-55 Pool Account—Oats

The following table shows the operating results of the 1954-55 Oats Pool from August 1, 1954 to the closing date of the Pool on November 18, 1955:

		Bushels	
1.	Oats acquired by the Board:		
	(a) Producers' deliveries, August 1, 1954 to July 31, 1955	69,581,184.4	
	(b) Oats otherwise acquired ①	80.0	
	(c) Purchased from 1953-54 Pool Account—Oats	5,718,630.5	
	Total oats acquired	75,299,894.9	
		(Value)	(Value)
2.	Cost of oats acquired		$50,588,365.84
3.	Proceeds of Sales—August 1, 1954 to November 18, 1955	$52,337,057.46	
	Transferred to 1955-56 Pool as at November 18, 1955 ②	5,169,575.04	57,506,632.50
4.	Gross surplus as at November 18, 1955		6,918,266.66
5.	Operating Costs—August 1, 1954 to November 18, 1955:		
	(a) Carrying charges including terminal storage	2,731,977.37	
	(b) Interest and Bank Charges	(10,695.85)	
	(c) Freight recovery on export oats	(25,395.50)	
	(d) Drying charges	2,679.82	
	(e) Brokerage and Clearing Association charges	11,782.66	
	(f) Administrative and general expenses	339,365.63	3,049,714.13
6.	Surplus in the 1954-55 Oats Pool Account as at November 18, 1955		$3,868,552.53

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see Page 16 of this Report.

Operating Costs—1954-55 Oats Pool

Net Board operating costs applicable to the 1954-55 Oats Pool were $3,049,714.13. Of these costs, carrying charges in country and terminal elevators amounted to $2,731,997.37. Board administrative and general expenses amounted to $339,365.63, or .4877c per bushel on producers' deliveries of 69,581,184.4 bushels. Drying charges were $2,679.82 while brokerage and Clearing Association charges amounted to $11,782.66. Interest and bank charges and freight recovery on export oats resulted in net surpluses of $10,698.85 and $25,395.50 respectively.

Surplus for Distribution to Producers

The surplus in the 1954-55 Oats Pool for distribution to producers was as follows:

Surplus as at November 18, 1955		$3,868,552.53
Deduct: Prairie Farm Assistance Act levy	$38,177.83	
Cost of issuing final payment	60,307.99	98,485.82
		3,770,066.71
Add: Additional interest earned after November 18, 1955		9,538.89
Surplus for distribution to producers		$3,779,605.60

As shown above, the final surplus was $3,779,605.60. On producers' deliveries of 69,581,184.4 bushels the final payment averaged 5.432c per bushel. The final surplus in the Pool was arrived at after providing for the increase in the initial payment for all grades of oats effective for the period from March 21, 1955 to July 31, 1955, after providing for an adjustment payment of $3,274,441.62 on producers' marketings of 46,777,737.4 bushels between August 1, 1954 and the effective date of the increased initial price.

The following table shows initial, adjustment and final payments applicable to the 1954-55 Oats Pool and prices (basis in store Fort William/Port Arthur) realized by producers for the principal grades of oats delivered to the Board in 1954-55, after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① ② Adjustment Payment	① Final Payment	① Realized Price
	(cents per bushel)			
No. 2 Canada Western	65	7	8.74281	80.74281
Extra No. 3 Canada Western	62	7	9.92941	78.92941
No. 3 Canada Western	62	7	6.23482	75.23482
Extra No. 1 Feed	62	7	4.26917	73.26917
No. 1 Feed	60	7	4.35056	71.35056
No. 2 Feed	55	7	6.33896	68.33896
No. 3 Feed	48	7	9.66167	64.66167
Tough No. 3 Canada Western	58	7	8.85982	73.85982
Tough Extra No. 1 Feed	58	7	6.89417	71.89417
Tough No. 1 Feed	56	7	6.97556	69.97556
Tough No. 2 Feed	51	7	8.96396	66.96396

The final payment in the 1954-55 Oats Pool was approved by Order in Council P.C. 1955-1786, November 30, 1955. The issuance of cheques in connection with the final payment was commenced on December 5, 1955 and completed on December 9, 1955.

①All payments prior to deduction of P.F.A.A. levy.

②Paid to producers by:

(a) A payment of 7c per bushel on deliveries from August 1, 1954 to March 19, 1955.
(b) Increased initial payments on deliveries from March 21, 1955 to July 31, 1955.

GENERAL COMMENT ON THE MARKETING OF OATS—1954-55

On August 1, 1954 commercial supplies of oats in store in Canada amounted to 28.5 million bushels, much smaller than commercial supplies at the start of the previous crop year. Although farm supplies were moderately higher, a relatively poor crop was in prospect as a result of a widespread rust infestation. Early in the crop year elevator agents estimated that the total marketable quantity of oats on farms in Western Canada was somewhat less than 100 million bushels, and this estimate was reduced during the year as the full implications of rust damage became apparent. Production of oats in the Prairie Provinces in 1954 was 196 million bushels as compared with 276 million and 346 million bushels in 1953 and 1952 respectively.

The Board endeavoured to effect the widest possible distribution of oats during the crop year. The delivery quota policy of the Board was designed to provide adequate supplies of oats in commercial positions to meet domestic and export requirements. Special delivery quotas were employed from time to time throughout the year to bring forward the necessary supplies.

The following table shows Board purchases and net sales of oats, by months, and stocks of oats held by the Board at the end of each month:

	Purchases	Sales①	Unsold Stocks
		(bushels)	
August, 1954	7,397,659.7	25,441.8	7,372,217.9
September	7,532,888.3	11,955,108.8	2,949,997.4
October	18,757,120.3 ②	11,828,844.4 ②	9,878,273.3
November	10,913,348.4	8,156,872.8	12,634,748.9
December	3,509,805.9	3,552,832.1	12,591,722.7
January, 1955	2,440,003.9	2,586,654.8	12,445,071.8
February	1,141,795.5	1,506,557.1	12,080,310.2
March	872,661.0	2,134,838.9	10,818,132.3
April	1,203,219.5	1,715,718.9	10,305,632.9
May	1,454,276.6	4,531,900.3	7,228,009.2
June	8,127,025.0	1,683,711.7	13,671,322.5
July	11,950,090.8	3,182,114.8	22,439,298.5
August	—	2,135,099.8	20,304,198.7
September	—	6,885,955.0	13,418,243.7
October	—	4,765,833.8	8,652,409.9
November	—	8,652,409.9	—
TOTAL	75,299,894.9	75,299,894.9	

①Includes weight loss in drying amounting to 1,205.7 bushels.

②Includes purchase of 5,718,630.5 bushels from the 1953-54 Pool Account—Oats and relevant sales of futures.

Sales of oats delivered to the 1954-55 Pool were very small in August, most sales being credited to the 1953-54 Pool which remained in operation until October 15, 1954. During September, however, sales of new crop oats were brisk and this trend continued through October and well into November. During this period prices reached the high point of the year—91½c per bushel for No. 1 Feed in late October.

From December through May sales followed purchases fairly closely with a gradual reduction in commercial stocks occurring. By the end of May the supply position was very tight and the Board authorized an additional quota of up to 1,000 bushels for each permit holder. Marketings were, consequently, relatively heavy during the last two months of the crop year and the commercial supply position eased somewhat.

Demand in the early part of the 1955-56 crop year was only moderate and, with a large 1955 oats crop in prospect prices declined to the lowest level of the selling period of the Pool—70c per bushel for No. 1 Feed Oats during the month of September. Later there was a moderate improvement in demand, accompanied by some strengthening in prices. The Board was able to close the Pool on November 18, 1955.

Total sales in the 1954-55 Pool Account—Oats amounted to 75.3 million bushels. During the

crop year 45.4 million bushels were sold on the futures market.

Exports of oats and oats products in 1954-55 amounted to 22.2 million bushels in comparison with 70.7 million bushels for the previous crop year. The following table shows exports of oats in 1953-54 and 1954-55 by principal countries of destination:*

	1953-54	1954-55
	(million bushels)	
United States	65.9	14.8
Belgium	2.1	3.2
United Kingdom	1.5	2.5
Netherlands	—	.6
Switzerland		.3
Ireland	—	.1
Others	.4	.1
	69.9	21.6
Rolled oats and oatmeal	.8	.6
TOTAL	70.7	22.2

While the United States remained the principal export market for Canadian oats during the crop year, there was a sharp decline in exports to that market. Only 14.8 million bushels went to the United States in 1954-55 as compared with 65.9 million bushels in the previous crop year. A small increase occurred in exports to European markets.

Under a ruling of the United States Tariff Commission, imports of oats into that country between October 1, 1954 and September 30, 1955 were limited to a total of 40 million bushels, of which Canada's share was 39.3 million bushels. Smaller supplies available and the higher price levels prevailing in Canada limited the movement of Canadian oats into the United States market.

The trend of the Board's selling prices for oats is illustrated by the following table which shows the monthly average of Board quotations for No. 1 Feed Oats, along with the high and low prices recorded in each month from August 1, 1954 to November 18, 1955. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(cents per bushel)		
August, 1954	78¾	72¾	74⅝
September	86¼	78½	83¼
October	91½	87¼	89¼
November	90¼	82¾	85⅝
December	81¾	78½	80½
January, 1955	82¾	77¾	80½
February	82¾	78¼	81¼
March	79¾	74¼	75⅞
April	80	76	78¼
May	84½	77¾	81½
June	85¼	75¼	81⅝
July	76	74	74⅛
August	74	73	73⅜
September	73	70	71⅜
October	73	70½	71⅝
November 1 to 18	73¼	71½	72½

*Source: Board of Grain Commissioners for Canada.

It will be noted from the preceding table that the level of Board quoted prices for oats increased for the first three months of the Pool period to a high of 91½c per bushel in October. For the next five months—November through March—there was a gradual decline in Board quotations, following which a tight stock position gave rise to a moderate improvement in price levels which continued until the end of June. After this date prices again declined as the 1955 crop developed favourably. The lowest price during the selling period of the 1954-55 Pool was reached in September when the level declined to 70c per bushel for No. 1 Feed Oats basis in store the Lakehead.

10. 1954-55 Pool Account—Barley

POLICY

As provided by Order in Council P.C. 1954-1067, July 13, 1954, Parts III and IV of the Canadian Wheat Board Act were extended to barley for the crop year 1954-55. The same Order in Council provided for an initial price of barley of 96c per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

By authority of Order in Council P.C. 1955-348, March 12, 1955, an adjustment payment of 10c per bushel was authorized on all grades of barley delivered by producers between August 1, 1954 and March 12, 1955, and the initial price of all grades of barley was increased by the same amount by the same authority effective from March 14, 1955 to July 31, 1955.

The transfer of unsold stocks of barley in the 1954-55 Pool as at November 4, 1955 to the 1955-56 Pool was authorized by Order in Council P.C. 1955-1744, November 21, 1955. The distribution of the final surplus in the 1954-55 Barley Pool to producers was approved by Order in Council P.C. 1955-1745, November 21, 1955.

BOARD RECEIPTS

The following table shows receipts of barley from producers, by months, from August 1, 1954 to July 31, 1955:

	Bushels
August, 1954	14,814,635.7
September	21,876,189.2
October	8,182,150.2
November	9,143,583.0
December	8,815,468.5
January, 1955	10,448,559.5
February	4,682,804.1
March	2,675,356.0
April	3,175,765.5
May	3,664,999.4
June	8,032,973.5
July	16,915,841.4
TOTAL	112,428,326.0

Board receipts of barley from producers in 1954-55 amounted to 112,428,326.0 bushels as compared with receipts of 101,193,953.6 bushels in the previous crop year. Receipts of barley from others than producers amounted to 1,619.1 bushels.

The pattern of producers' receipts to the 1954-55 Pool reflected the Board's delivery quota policy. Producers' marketings in August and September, 1954 were relatively heavy, reflecting the 1,000 bushel special delivery quota which remained in effect until September 21, 1954, and the provision for producers to deliver one carlot of barley accepted for malting purposes over and above existing delivery quotas. Producers' marketings were substantial in January, when a supplementary quota of 3 bushels per seeded acre (minimum 300 bushels) was established. Board receipts were also heavy during the final weeks of the crop year.

The following table shows the grade pattern of Board receipts of barley by producers, by principal grades, in 1954-55:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W. Six-Row	333,409.1	.3
No. 3 C.W. Six-Row	16,698,770.7	14.9
No. 4 C.W. Six-Row	1,324,564.2	1.2
No. 2 C.W. Two-Row	94,372.1	.1
No. 3 C.W. Two-Row	1,372,205.7	1.2
No. 1 Feed	50,672,375.5	45.1
No. 2 Feed	32,083,500.5	28.4
No. 3 Feed	9,408,265.9	8.4
All other grades	440,862.3	.4
TOTAL	112,428,326.0	100.0

Reflecting the unfavourable growing season in 1954, the quality of the crop was lower than usual. Only 14.9% of producers' marketings graded No. 3 C.W. Six-Row (the principal malting grade) as compared with 27% in the previous crop year. The percentage of deliveries of feeding grades was relatively high.

SALES—1954-55 BARLEY POOL

The 1954-55 Barley Pool was closed on November 4, 1955. The following table shows the position of the Pool on the closing date:

	Bushels
Receipts, August 1, 1954 to July 31, 1955	112,429,945.1
Transferred from the 1953-54 Pool	21,115,239.4
TOTAL RECEIPTS	133,545,184.5
Completed sales to November 4, 1955	106,359,445.3①
Uncompleted sales and unsold stocks as at November 4, 1955	27,185,739.2

As at the closing date of the 1954-55 Pool, the Board had on its books additional sales practically equivalent to the uncompleted sales and stocks as shown above. Since these sales, however, called for the delivery of grades of barley suitable for malting and would be completed by delivery of 1955 crop barley, they were not applied to the 1954-55 Pool.

TRANSFER TO THE 1955-56 POOL

As at November 4, 1955, 27,185,739.2 bushels② of barley were transferred to the 1955-56 Pool. The principal grades of barley transferred were:

	Bushels
No. 3 C.W. Six-Row	995,219.8
No. 1 Feed	8,638,418.2
No. 2 Feed	7,930,254.0
No. 3 Feed	2,756,396.4
Tough No. 3 C.W. Six-Row	379,411.5
Tough No. 1 Feed	2,603,081.6
Tough No. 2 Feed	2,811,645.8
Tough No. 3 Feed	898,128.4
All other grades	173,183.5
TOTAL	27,185,739.2

The foregoing stocks were transferred under provisions of Section 29 of the Act and the transfer was authorized by Order in Council P.C. 1955-1744, November 21, 1955.

PRICE BASIS OF TRANSFER

Grades of barley transferred from the 1954-55 Pool to the 1955-56 Pool were transferred at the Board's cash closing prices for each grade as at the close of business on November 4th, less an allowance of 7½c per bushel for market risk and subsequent carrying charges. The futures contracts (2,227,000 bushels) were transferred basis the closing price of the December future on November 4, 1955, namely, 98⅞c per bushel.

①Includes 49,224.8 bushels of weight losses in drying.

②Of the total transfer of 27,185,739.2 bushels, 2,227,000 bushels were covered by sales of futures.

1954-55 Pool Account—Barley

The following table shows the operating results of the 1954-55 Barley Pool from August 1, 1954 to the closing date of the Pool on November 4, 1955:

		Bushels	
1. Barley acquired by the Board:			
(a) Producers' deliveries August 1, 1954 to July 31, 1955		112,428,326.0	
(b) Barley otherwise acquired	①	1,619.1	
(c) Purchased from 1953-54 Pool Account—Barley		21,115,239.4	
Total Barley acquired		133,545,184.5	
		(Value)	(Value)
2. Cost of barley acquired			$128,876,009.82
3. Proceeds of Sales—August 1, 1954 to November 4, 1955		$115,797,140.61	
Transferred to 1955-56 Pool as at November 4, 1955	②	25,678,496.84	141,475,637.45
4. Gross Surplus as at November 4, 1955			12,599,627.63
5. Operating costs—August 1, 1954 to November 4, 1955:			
(a) Carrying charges including terminal storage		5,580,643.66	
(b) Interest and bank charges		59,579.80	
(c) Freight recovery on export barley		(376,198.17)	
(d) Diversion charges on export barley		73,375.18	
(e) Drying charges		79,417.47	
(f) Brokerage and Clearing Association charges		10,793.96	
(g) Administrative and general expenses		505,910.50	5,933,522.40
6. Surplus in the 1954-55 Barley Pool Account as at November 4, 1955			$ 6,666,105.23

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see Page 21 of this Report.

Operating Costs 1954-55 Barley Account

Net Board operating costs applicable to the 1954-55 Barley Pool were $5,933,522.40. The principal item in these costs was carrying charges, which amounted to $5,580,643.66. Drying charges amounted to $79,417.47, while diversion charges arising from the movement of barley to Prince Rupert were $73,375.18. Interest and bank charges amounted to $59,579.80 and brokerage and Clearing Association charges amounted to $10,793.96. Freight recoveries on export barley resulted in a credit item of $376,198.17. Administrative and general expenses for the 1954-55 Barley Pool were $505,910.50, or .4500c per bushel on producers' deliveries of 112,428,326.0 bushels.

Surplus for Distribution to Producers

The surplus in the 1954-55 Barley Pool for distribution to producers was as follows:

Surplus as at November 4, 1955		$6,666,105.23
Deduct: Prairie Farm Assistance Act levy	$66,026.38	
Cost of issuing final payment	79,903.89	145,930.27
		6,520,174.96
Add: Additional interest earned after November 4, 1955		16,436.97
Surplus for distribution to producers		$6,536,611.93

As shown above, the final surplus was $6,536,611.93. On producers' deliveries of 112,428,326.0 bushels, the final payment averaged 5.814c per bushel. The final surplus in the Pool was arrived at after providing for the increase in the initial payment for all grades of barley effective for the period from March 14, 1955 to July 31, 1955, and after providing for an adjustment payment of $7,980,339.02 on producers' marketings of 79,803,390.2 bushels between August 1, 1954 and the effective date of the increased initial prices.

The following Table shows initial payments, adjustment payments, final payments, and prices (basis in store Fort William/Port Arthur) realized by producers for the principal grades of barley delivered to the Board in 1954-55 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① ② Adjustment Payment	① Final Payment	① Realized Price
			(cents per bushel)	
No. 2 C.W. Six-Row	98	10	7.10477	115.10477
No. 3 C.W. Six-Row	96	10	4.50098	110.50098
No. 4 C.W. Six-Row	90	10	2.59077	102.59077
No. 2 C.W. Two-Row	91	10	11.79284	112.79284
No. 3 C.W. Two-Row	88	10	8.84525	106.84525
No. 1 Feed	87	10	3.65207	100.65207
No. 2 Feed	82	10	7.83007	99.83007
No. 3 Feed	75	10	11.20669	96.20669
Tf. No. 3 C.W. Six-Row	92	10	3.50098	105.50098
Tf. No. 3 C.W. Two-Row	84	10	7.84525	101.84525
Tf. No. 1 Feed	83	10	4.40207	97.40207
Tf. No. 2 Feed	78	10	8.58007	96.58007
Tf. No. 3 Feed	71	10	11.95669	92.95669

The final payment from the 1954-55 Barley Pool was approved by Order in Council P.C. 1955-1745, November 21, 1955. The Board commenced issuing final payment cheques on November 22nd, and completed the payment on December 2, 1955.

①All payments prior to P.F.A.A. levy deduction.

②Paid to producers by:

(a) Payment of 10c per bushel on deliveries from August 1, 1954 to March 12, 1955.
(b) Increased initial payments on deliveries from March 14, 1955 to July 31, 1955.

General Comment on the Marketing of Barley—1954-55

The volume of barley received in the 1954-55 Pool was 133,545,184.5 bushels; this figure including receipts from producers, inward transfer from the 1953-54 Pool and receipts from others than producers. The corresponding figure for the 1953-54 Pool was 118,780,259.9 bushels.

The following table shows Board purchases and net sales of barley, by months, and stocks of barley held by the Board at the end of each month:

	Purchases	Sales①	Unsold Stocks
August, 1954	14,814,635.7	8,133,798.5	6,680,837.2
September	42,991,655.9②	24,474,781.0②	25,197,712.1
October	8,182,361.6	18,094,976.0	15,285,097.7
November	9,143,701.3	13,113,106.8	11,315,692.2
December	8,815,599.8	6,776,653.3	13,354,638.7
January, 1955	10,448,709.3	4,380,520.8	19,422,827.2
February	4,682,972.9	1,496,988.1	22,608,812.0
March	2,675,494.0	5,107,101.0	20,177,205.0
April	3,176,003.6	611,662.4	22,741,546.2
May	3,665,084.6	2,971,538.1	23,435,092.7
June	8,033,050.0	2,014,361.8	29,453,780.9
July	16,915,915.8	4,844,630.8	41,525,065.9
August	—	3,367,942.5	38,157,123.4
September	—	10,647,963.2	27,509,160.2
October	—	2,510,376.8	24,998,783.4
November	—	24,998,783.4	—
Total	133,545,184.5	133,545,184.5	

①Includes weight losses in drying amounting to 49,224.8 bushels.

②Includes purchase of 21,115,239.4 bushels from the 1953-54 Pool Account—and relevant sales of futures.

During the first seven months of the crop year there was a broad and active demand for Canadian barley, stimulated principally by exceptional demand from the United Kingdom. Prices were somewhat erratic but reflected continuous demand for feeding grades of barley. The United States interest in 1954-55 barley supplies was considerably restricted by the below-normal quality of barley for malting purposes. In March, 1955 the barley position weakened and for the next several months sales were limited and unsold stocks of barley in the hands of the Board increased sharply. At the same time prices drifted to lower levels.

During this latter period the market was influenced to a very considerable extent by United States disposal programmes. Not only were feed grains offered to foreign buyers on the basis of repayment in local currencies, but stocks of feed grains were offered by tender to domestic exporters for sale abroad. The prices at which these commodities were purchased on a bid basis were considerably below the prevailing market level. The United States disposal programme caused uncertainty in the world market. The result was a slow-down in the export movement of Canadian feed grains, with purchasers buying on a hand-to-mouth basis.

The Board's position was affected by a sharp increase in producers' marketings in June and July, 1955, when nearly 25 million bushels of barley were delivered by producers. Demand was fairly brisk in September but at less attractive prices. In this month the Board's quoted price for No. 1 Feed Barley dropped to a low of 98½c per bushel.

With the improved quality of the 1955 barley crop in the Prairie Provinces, much of the demand for barley during the first three months of the crop year was for grades of barley which could only be supplied out of the new crop, and consequently the 1954-55 Barley Pool could not be closed until early in November, when remaining stocks amounting to 27,185,739.2 bushels were transferred to the new Pool.

As selling operations in respect to the 1954-55 Pool progressed, the preponderance of feed grades in producers' deliveries became a noticeable factor and added to selling difficulties and pressure on prices.

The following table shows Canadian barley exports during 1954-55 by principal countries of destination with comparable statistics for the previous crop year.*

	1953-54	1954-55
	(million bushels)	
United Kingdom	19.6	48.5
United States	36.9	19.1
Japan	19.7	4.4
Belgium	3.2	1.8
Germany	7.0	1.2
Netherlands	.8	1.2
Switzerland	.8	.6
Norway	—	.3
U.S.S.R.	.7	—
Others	1.3	--
TOTAL	90.0	77.1

The outstanding feature of the export barley programme in 1954-55 was the replacement of the United States by the United Kingdom as our principal export market. The United Kingdom took 48.5 million bushels as compared with 19.6 million bushels in the previous crop year. Exports of barley to the United States, however, were only 19.1 million bushels as compared with 36.9 million bushels for the previous crop year, the decline reflecting the scarcity of malting barley produced in Western Canada in 1954. Japanese purchases of barley were also sharply reduced in 1954-55 owing to their improved domestic crops as well as the fact that the quality of the Canadian barley crop in 1954 was not too suitable for the Japanese pressed barley industry. Sales of barley to Germany and Belgium were also lower than in the previous year reflecting to a degree the higher levels of feed wheat available in those markets as a result of low quality wheat crop in 1954, and the American disposal programme.

Domestic disappearance of barley from commercial supplies was slightly higher in 1954-55 than in the previous crop year, amounting to 40.2 million bushels. Of our overseas exports a total of 14.5 million bushels of barley was shipped from Pacific Coast ports, 37.6 million bushels from St. Lawrence ports and 5.7 million bushels from Eastern Atlantic ports.

The United States market was subject to a limitation of imports from Canada to a maximum of 27,225,000 bushels for the period October 1, 1954 to September 30, 1955. At the time it was agreed that the importation of feed barley into the United States would be limited to not more than 3½ million bushels out of the total Canadian allotment. These restrictions were not, however, an important factor in the barley trade between the two countries during the year owing to the limited quality of high grade malting barley available from the 1954 crop.

The following table shows the monthly average of Board quotations for No. 1 Feed Barley, along with high and low prices recorded in each month from August 1, 1954 to November 4, 1955 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1954	120¼	102	109¾
September	119¼	105¾	113¾
October	113¼	104¼	108⅝
November	123¾	112	118⅜
December	119	112½	114½
January, 1955	124¾	114¾	119
February	125¼	116¼	121⅝
March	118	104	109⅛
April	109¾	104¼	107⅛
May	110¼	104¾	107⅛
June	105½	104	104¾
July	106½	104	104½
August	104	103	103⅜
September	107	98½	101⅝
October	106¼	100¼	103½
November 1-4	103	102½	—

As shown by the above table, while there was considerable fluctuation in barley prices, the market was fairly strong in the first seven months of the crop year, but followed a downward trend from March through to the closing date of the Pool. The highest price during the selling period of the 1954-55 Pool was reached in February, 1955 when the Board's quoted price for No. 1 Feed Barley basis in store the Lakehead was $1.25¼ per bushel. The lowest price was reached in September, 1955 at 98½c per bushel for No. 1 Feed Barley basis in store the Lakehead.

Total sales in the 1954-55 Pool Account - Barley amounted to 133.5 million bushels. During the crop year 41.6 million bushels were sold on the futures market.

*Source: Board of Grain Commissioners for Canada.

11. Payment Division

The following table shows the major payments completed during the crop year 1954-55:

	Date First Cheques Mailed	Date Completed	Number of Cheques Issued	Total Value of Cheques Issued
1953-54 Pool Account—Wheat:				
Interim Payment	Nov. 23/54	Dec. 20/54	356,913	$38,638,704.15
Final Payment	May 20/55	May 31/55	370,308	25,411,407.89
1953-54 Pool Account—Oats:				
Final Payment	Nov. 9/54	Nov. 24/54	142,014	5,631,130.40
1953-54 Pool Account—Barley:				
Final Payment	Oct. 20/54	Nov. 8/54	157,823	9,833,495.41
1954-55 Pool Account—Oats:				
Adjustment Payment	Apr. 20/55	Apr. 27/55	92,555	3,241,697.20
1954-55 Pool Account—Barley:				
Adjustment Payment	Apr. 4/55	Apr. 19/55	139,212	7,900,535.63
			1,258,825	$90,656,970.68

In addition, the Payment Division issued 155 cheques (value $6,701.52) applicable to 1940, 1941, 1942, 1943 and 1944 Wheat Accounts; and 13,568 cheques (value $617,134.49) covering Adjustment Payments and the Final Payment applicable to the 1945-49 Pool.

12. Legal Department

During the crop year the Legal Department continued to handle all matters of a legal nature pertaining to the operations of the Board.

The Department continued to assist the Payment Department in connection with payments to the Estates of deceased persons.

During the crop year 58 persons were prosecuted in connection with breaches of the Act and the Regulations as compared with 264 persons prosecuted during the 1953-54 crop year.

13. Staff and Officers

The following table shows the number of employees of the Board on July 31, 1954 and July 31, 1955:

	July 31 1954	July 31 1955
Winnipeg	670	650
Calgary	35	33
Vancouver	18	17
London, England	3	3
Washington, D.C.	2	2
Montreal, Quebec	2	5
TOTAL	730	710

On July 31, 1955 the Board had 710 employees as compared with 730 on July 31, 1954. The decrease in staff was mainly in clerical staff in the Head Office of the Board in Winnipeg.

During the crop year the work of the Montreal office was expanded to facilitate the forwarding of grain. Mr. F. T. Rowan was appointed Manager of the Montreal office, effective December 1, 1954.

14. Advisory Committee

In 1954-55 one meeting of the Advisory Committee was held.

Early in the crop year Mr. D. I. Walker retired from the Advisory Committee. Mr. Walker had served on the Committee since 1948 as a representative of the milling industry and rendered valuable services to the Board.

In February the Board, the Advisory Committee and, in fact, western agriculture, sustained a great loss in the passing of Mr. Lew Hutchinson. Mr. Hutchinson had served on the Advisory Committee from 1940 and was Chairman of the Committee for a period of over thirteen years.

Late in the crop year the Advisory Committee was reorganized, at which time the members of the Committee retired. These were: Messrs. K. A Powell, F. H. Clendenning, J. Theo Roy, J. H. Wesson, R. C. Brown, F. Pettypiece, J. A. McCowan, Paul Farnalls and R. R. Emerson. The Board wishes to take this opportunity of expressing its sincere appreciation of the services rendered over the years by the members of the Advisory Committee who retired in July, 1955.

At this time, under authority of Order in Council P.C. 1955-999 of July 6, 1955, a new Committee was appointed consisting of: Messrs. J. H. Brownlee, Winnipeg, Man.; C. P. Hansen, Saskatoon, Sask.; R. C. Marler, Edmonton, Alta.; W. J. Parker, Winnipeg, Man.; Ben Plumer, Calgary, Alta.; and J. H. Wesson, Regina, Sask.

PART II

FINANCIAL STATEMENTS

The financial statements of The Canadian Wheat Board for the crop year ended July 31, 1955 are presented in this section of the Report and consist of a Consolidated Balance Sheet Exhibit I) which sets forth the financial position of the Board as at the foregoing date, together with other statements showing the results of Board operations to the close of the crop year, all as tabulated in the index preceding the financial statements and as discussed in Part I of this Report.

In order to expedite the issuance of final payments to producers the 1954-55 Pool Accounts for oats and barley were closed on November 18, 1955 and November 4, 1955 respectively. Stocks of oats and barley remaining in these accounts as at the foregoing dates were transferred to the respective 1955-56 Pool Accounts under the provisions of Section 29 of the Canadian Wheat Board Act, Order in Council P.C. 1955-1785, November 30, 1955 and Order in Council P.C. 1955-1744, November 21, 1955. The following summary shows the details of the stocks of oats and barley involved in these transfers:

1954-55 Pool Accounts	Dates Accounts Closed	Stocks transferred to the 1955-56 Pool Account	
		(Bushels)	(Value)
Oats	November 18, 1955	8,016,426.8	$ 5,169,575.04
Barley	November 4, 1955	27,185,739.2	$25,678,496.84

The 1954-55 Pool Accounts for oats and barley, therefore, have been closed and final payments have been issued to producers at the date of this Report. Consequently, after considering the proximity of the closing dates of the accounts to the year-end date of July 31, 1955, the operating statements for these accounts and the Consolidated Balance Sheet have been drawn up so as to include subsequent transactions from the year-end date to the closing dates indicated above in order to reflect the final operating results of the 1954-55 Pool Accounts for oats and barley.

Due to the large volume of wheat remaining unsold in the 1954-55 Pool Account it was decided that it would be advisable to defer the closing of this account.

CONSOLIDATED BALANCE SHEET

The consolidated financial position of The Canadian Wheat Board as at July 31, 1955 including provisions for transactions subsequent thereto relevant to the final closing of the 1954-55 Pool Accounts for oats and barley is set forth in Exhibit I. With respect to some of the items appearing in the Consolidated Balance Sheet the following comments are submitted.

Stocks of Grain—$604,483,560.13

WHEAT STOCKS

As at July 31, 1955 the total stocks of wheat held by the Board amounted to 406,022,178.8 bushels. Of this amount 36,155,402.9 bushels had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The remaining inventory of wheat amounting to 369,866,775.9 bushels consisted of the following:

Balance of stocks transferred from the 1953-54 Pool Account:		
Unsold stocks	44,001,836.3	
Stocks which have been sold, but on a deferred price basis	6,854,510.2	50,856,346.5
Purchases from producers on the 1954-55 Pool Account	318,451,429.7	
Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators, on the 1954-55 Pool Account	578,296.3	
	319,029,726.0	
Less: Weight losses in transit and in drying	19,296.6	319,010,429.4
		369,866,775.9

These stocks were in store country elevators, in store terminal elevators and mills, in transit and in the custody of Agents. In accordance with accepted accounting practice and consistent with the procedure followed in the previous crop year this portion of the inventory has been valued at cost. With respect to the balance of the stocks transferred from the 1953-54 Pool Account as at April 29, 1955 and which were still on hand as at July 31, 1955, including those stocks sold on a deferred price basis, cost is the net price at which the transfer of unsold stocks from the 1953-54 Pool Account was made; namely, basis $1.71½ per bushel for No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. Relevant to the item of 319,010,429.4 bushels, cost is the Board's initial price paid to producers for the 1954-55 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Stocks in the custody of Agents represent wheat provisionally invoiced to Agents of the Board and for which the Board will receive a final accounting in respect to the ultimate disposition of these stocks. The Board receives an advance from its Agents for wheat invoiced on a provisional price basis and, as at July 31, 1955, this advance was $1.70 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William / Port Arthur or Vancouver. As at July 31, 1955 advances received by the Board from its Agents totalled $151,857,465.91 as shown in Exhibit I.

Oats and Barley Stocks

Stocks of oats and barley as at July 31, 1955 in store country and terminal elevators and in transit were 24,515,225.7 bushels and 42,413,880.0 bushels respectively. Marketing operations were completed on the 1954-55 Pool Account for oats on November 18, 1955 and on the 1954-55 Pool Account for barley on November 4, 1955. The respective inventories, therefore, of oats and barley are stated at the values which were ultimately received from the sale of these inventories during the period from August 1, 1955 to November 18, 1955 for the oats inventory and during the period from August 1, 1955 to November 4, 1955 for the barley inventory—basis in store Fort William/Port Arthur.

Accounts Receivable—$967,751.11

This item consists in the main of amounts due from Agents of the Board in respect to sales which had been completed as at July 31, 1955, but for which final accounting was not received by the Board until subsequent to that date. The item also includes sundry amounts payable to the Board which were not collected until subsequent to the year-end date.

Grain Trade Memberships—$22,390.43

The Canadian Wheat Board owns ten memberships in the Winnipeg Grain Exchange, one in the Vancouver Grain Exchange, one in the Winnipeg Grain and Produce Exchange Clearing Association Limited and one in the Lake Shippers' Clearance Association. These memberships are stated at cost less recorded dividends received to July 31, 1955.

The Canadian Wheat Board Building, at cost less depreciation—$379,800.00

Under the authority of Order in Council P.C. 146/2800 the Board purchased The Canadian Wheat Board Building on August 31, 1946 at a cost of $450,000.00 for the land and buildings.

In accordance with instructions received from the Government of Canada the Board was directed to pay to the City of Winnipeg and to the City of Calgary grants of $33,736.32 and $667.58 respectively in lieu of property and business taxes on The Canadian Wheat Board Building and on premises rented by the Board in the City of Winnipeg, and in lieu of business taxes on premises rented in the City of Calgary, but without admitting any liability for such taxes. These grants totalled $34,403.90 and of this amount $20,068.88 has been applied to Board operations for the period from January 1, 1955 to July 31, 1955. The balance of $14,335.02 has been deferred and will be charged to the operations of the 1955-56 Crop Year. This latter figure is included in the item of $30,335.14 as shown in the Consolidated Balance Sheet. Depreciation has been provided on The Canadian Wheat Board Building for the year ended July 31, 1955 at the rate of 2% per annum amounting to $7,800.00. The amounts for depreciation and taxes, $7,800.00 and $20,068.88 respectively are included in the item of $201,138.24 as shown in Exhibit VII.

Bank Loans—$85,164,408.31

During the crop year under review payments were made to producers involving a cash distribution of $90,656,970.68 consisting of the following:

Adjustment Payments		
1954-55 Pool Account—Oats	$ 3,241,697.20	
1954-55 Pool Account—Barley	7,900,535.63	$11,142,232.83
Interim Payments		
1953-54 Pool Account—Wheat		38,638,704.15
Final Payments		
1953-54 Pool Account—Wheat	$25,411,407.89	
1953-54 Pool Account—Oats	5,631,130.40	
1953-54 Pool Account—Barley	9,833,495.41	40,876,033.70
		$90,656,970.68

At the commencement of the crop year Board borrowings from the Chartered Banks amounted to $87,121,079.55, and during the 1954-55 Crop Year the Board's cash requirements remained at a high level in order to carry abnormally large stocks of wheat, to distribute payments to producers and to meet current operating expenses. Consequently, the Board remained in a borrowing position with the Chartered Banks throughout the whole of the 1954-55 Crop Year. Board borrowings from the Chartered Banks reached a maximum of $100,509,977.49 on April 19, 1955, but had declined to $85,164,408.31 as at July 31, 1955.

During the crop year under review the Board re-negotiated with the Chartered Banks the interest rate paid on direct borrowings by the Board and the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board. As a result of the negotiations, effective as from February 1, 1955 the interest rate paid by the Board on direct borrowings from the Chartered Banks was reduced from 3¼% to 3% per annum, compounded monthly. Effective as from March 1, 1955 the rate of interest paid by Grain Companies on bank loans secured by grain held by them for the account of The Canadian Wheat Board was reduced from 4% to 3¾% per annum, compounded monthly.

Liability to Agents—$360,691,057.37

Grain Companies acting in the capacity of Agents of the Board accept deliveries from producers at country elevators and on behalf of the Board pay the producers basis the Board's initial prices in effect. Settlement is not made by the Board for these purchases until delivery to the Board is completed by its Agents at terminal or mill positions. The liability to Agents amounting to $360,691,057.37 represents the amount payable by the Board to its Agents for purchases of wheat, oats and barley from producers at country elevator points to July 31, 1955 for which delivery to and settlement by the Board will be completed subsequent to the year-end date.

Amounts Due to Producers

ADJUSTMENT PAYMENTS

During the period of the 1945-49 Pool Account there were three adjustment payments authorized in respect to producers' deliveries on this account. Adjustment payments were also authorized on the 1950-51 Pool Accounts for wheat, oats and barley and on the 1951-52 and 1952-53 Pool Accounts for wheat and barley. There were no adjustment payments authorized in respect to producers' deliveries on the 1953-54 Pool Accounts for wheat, oats and barley.

For the crop year under review the Board was directed to issue adjustment payments to producers on oats and barley delivered on the 1954-55 Pool Accounts. The adjustment payment for oats applied to deliveries by producers during the period from August 1, 1954 to March 19, 1955 and the adjustment payment for barley applied to deliveries by producers during the period from August 1, 1954 to March 12, 1955. The rates of payment were seven cents per bushel for all grades of oats and ten cents per bushel for all grades of barley. With respect to all of the foregoing adjustment payments the Board still had to pay as at July 31, 1955 the sum of $877,780.59 consisting of the following:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
Balance payable on the three adjustment payments authorized on the 1945-49 Pool Account	$612,579.25	$ 64,363.80	$676,943.05
1950-51 Pool Account		6,824.39	6,824.39
1951-52 Pool Account		7,573.95	7,573.95
1952-53 Pool Account		16,161.13	16,161.13
	612,579.25	94,923.27	707,502.52
COARSE GRAINS			
1950-51 Pool Account—Oats		1,011.98	1,011.98
1950-51 Pool Account—Barley		1,362.20	1,362.20
1951-52 Pool Account—Barley		1,428.66	1,428.66
1952-53 Pool Account—Barley		2,917.72	2,917.72
1954-55 Pool Account—Oats		57,407.80	57,407.80
1954-55 Pool Account—Barley		106,149.71	106,149.71
		170,278.07	170,278.07
Total amount payable on adjustment payments—wheat and coarse grains	$612,579.25	$265,201.34	$877,780.59

In the period from August 1, 1955 to December 31, 1955 the Board paid $175,604.37 in respect to the above liability of $877,780.59.

Interim Payments

During the 1953-54 Crop Year an interim payment was authorized in respect to deliveries of wheat by producers on the 1952-53 Pool Account during the period from August 1, 1952 to July 31, 1953. The rate of payment was twelve cents per bushel on all grades of wheat and the total payment amounted to $63,962,036.83. In the crop year under review an interim payment was authorized on the 1953-54 Pool Account for wheat in accordance with the provisions of Section 26(3) of The Canadian Wheat Board Act and Order in Council P.C. 1954-1663, November 3, 1954. The payment applied to deliveries of wheat by producers on the 1953-54 Pool Account during the period from August 1, 1953 to July 31, 1954. The rate of payment was ten cents per bushel and applied to all grades of wheat with the exception of Garnet Wheat, Soft White Spring Wheat, Alberta Red Winter Wheat and Alberta Winter Wheat. The total payment amounted to $38,638,704.15. The Board commenced mailing cheques to producers on November 23, 1954 and the operation was completed on December 20, 1954. As at July 31, 1955 the Board still had to pay the sum of $230,638.73 in respect to both these interim payments and this amount consisted entirely of cheques in the hands of producers which had not been presented to the Board for payment. The detail of the amount outstanding is as follows:

	Outstanding Cheques
1952-53 Pool Account—Wheat	$ 44,527.18
1953-54 Pool Account—Wheat	186,111.55
	$230,638.73

During the period from August 1, 1955 to December 31, 1955 the Board paid $145,232.18 in respect to the above liability of $230,638.73.

Final Payments

The amounts due to producers on outstanding participation certificates and cheques with respect to final payments on the undernoted accounts are as follows:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
1945-49 Pool Account	$403,772.06	$ 89,748.32	$ 493,520.38
1950-51 Pool Account		20,431.65	20,431.65
1951-52 Pool Account		26,564.96	26,564.96
1952-53 Pool Account		88,176.86	88,176.86
1953-54 Pool Account		903,956.57	903,956.57
	403,772.06	1,128,878.36	1,532,650.42
COARSE GRAINS			
1949-50 Pool Account—Oats		4,996.72	4,996.72
1949-50 Pool Account—Barley		5,767.77	5,767.77
1950-51 Pool Account—Oats		4,159.87	4,159.87
1950-51 Pool Account—Barley		2,874.63	2,874.63
1951-52 Pool Account—Oats		7,818.10	7,818.10
1951-52 Pool Account—Barley		3,984.27	3,984.27
1952-53 Pool Account—Oats		10,682.84	10,682.84
1952-53 Pool Account—Barley		19,043.18	19,043.18
1953-54 Pool Account—Oats		21,172.38	21,172.38
1953-54 Pool Account—Barley		27,900.87	27,900.87
		108,400.63	108,400.63
Total amount payable on final payments—wheat and coarse grains	$403,772.06	$1,237,278.99	$1,641,051.05

During the period from August 1, 1955 to December 31, 1955 the Board paid $910,225.78 in respect to the above liability of $1,641,051.05.

Accrued Expenses and Accounts Payable—$10,940,723.07

This item comprises in the main accrued carrying charges and storage charges to July 31, 1955, together with sundry accounts which were unpaid as at the foregoing date plus provisions for all charges on the 1954-55 Pool Accounts for oats and barley from the year-end date to the dates subsequent thereto on which marketing operations on these two accounts were completed.

Special Account—Net Balance of Undistributed Payment Accounts—$851,899.27

In accordance with the provisions of Section 29A of the Canadian Wheat Board Act the Board was authorized with the approval of the Governor-in-Council to transfer to a Special Account the balances remaining in specific payment accounts and to use such funds for such purposes as the Governor-in-Council upon the recommendation of the Board considers to be for the benefit of producers. The following summary sets forth the details of transactions affecting the Special Account for the crop year under review:

Balance of the Special Account as at July 31, 1954			$889,265.60
Add: Transfers to the Special Account under the authority of Section 29A of the Canadian Wheat Board Act and Order in Council P.C. 1955-1518, October 7, 1955:			
1947 Crop Account—Oats Equalization Fund			
Outstanding Cheques	$ 6,385.06		
Reserve for final payment expenses	18,679.20		
	25,064.26		
Less: Payments—1946 and prior crop years	308.09	$24,756.17	
1947 Crop Account—Barley Equalization Fund			
Outstanding Cheques	5,512.15		
Reserve for final payment expenses	18,679.19		
	24,191.34		
Less: Payments—1946 and prior crop years	131.44	24,059.90	48,816.07
			938,081.67
Less: Expenditures authorized under the provisions of Section 29A (2) of the Canadian Wheat Board Act and the following Orders in Council:			
Order in Council P.C. 1954-956, June 24, 1954 Total authorization—$135,000.00			
Unexpended July 31, 1954	134,174.62		
Less: Unexpended July 31, 1955	52,992.22	81,182.40	
Order in Council P.C. 1955-518, April 6, 1955 Total authorization	10,000.00		
Less: Unexpended July 31, 1955	5,000.00	5,000.00	86,182.40
Balance of the Special Account as at July 31, 1955			$851,899.27

STATEMENTS OF OPERATIONS

Wheat Division—1954-55 Pool Account—Exhibit II

As at July 31, 1955 stocks of wheat remaining unsold in the 1954-55 Pool Account and stocks of wheat which had been sold but on a deferred price basis amounted to 369,866,775.9 bushels. These stocks consisted of the following:

Balance of stocks transferred from the 1953-54 Pool Account which were still unsold as at July 31, 1955 or which had been sold but on a deferred price basis	50,856,346.5
Stocks acquired from producers and from other than producers on the 1954-55 Pool Account less weight losses in transit and in drying	319,010,429.4
	369,866,775.9

In accordance with accepted accounting practice and consistent with the basis of valuation adopted for the previous fiscal year this inventory has been valued for purposes of the Board's accounts as at July 31, 1955 at cost. With respect to the balance of stocks transferred from the 1953-54 Pool Account amounting to 50,856,346.5 bushels, cost is the net price at which the transfer of unsold stocks was made; namely, $1.71½ per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. Relevant to the item of 319,010,429.4 bushels, cost is the Board's initial price paid to producers on the 1954-55 Pool Account which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. *On the basis of this valuation and without provision for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1954-55 Pool Account to July 31, 1955 showed a debit balance of $17,365,756.37. This debit balance should not be viewed as the final result of marketing operations on the 1954-55 Pool Account.*

Oats and Barley Division—Exhibits III and IV

Under the authority of the Canadian Wheat Board Act and Order in Council P.C. 1954-1067, July 13, 1954, the Board was authorized to purchase from producers during the 1954-55 Crop Year oats and barley produced in the designated area and to pay to producers a fixed initial price of 65 cents per bushel for No. 2 Canada Western Oats and a fixed initial price of 96 cents per bushel for No. 3 Canada Western Six-Row Barley, both prices basis in store Fort William/Port Arthur.

Marketing operations on the 1954-55 Pool Account for oats were completed on November 18, 1955 and on the 1954-55 Pool Account for barley on November 4, 1955. These operations resulted in surpluses of $3,868,552.53 and $6,666,105.23 as shown in Exhibits III and IV respectively. The operating statements for these two accounts to July 31, 1955 have been drawn up so as to reflect the final surpluses realized to the dates on which marketing operations were completed. The inventories of oats and barley at July 31, 1955 are stated at the ultimate values which were received from the sale of these inventories subsequent to the year-end date and provision has been made in the accounts as at July 31, 1955 for carrying charges, storage charges, interest, administrative expenses and all other charges incident to the completion of marketing operations on the dates indicated.

In accordance with the provisions of Orders in Council P.C. 1955-351, March 18, 1955 and P.C. 1955-348, March 12, 1955 the initial prices to be paid to producers for No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley were increased from 65 cents per bushel to 72 cents per bushel and from 96 cents per bushel to $1.06 per bushel respectively, both prices basis in store Fort William/Port Arthur. The increase in the initial price for oats became effective in respect to deliveries by producers on and after March 21, 1955 and the increase in the intial price for barley became effective in respect to deliveries by producers on and after March 14, 1955. In terms of these same two Orders the Board was directed to pay the sum of seven cents per bushel to each producer who delivered oats to the Board during the period from August 1, 1954 to March 19, 1955 and to pay the sum of ten cents per bushel to each producer who delivered barley to the Board during the period from August 1, 1954 to March 12, 1955. These adjustment payments were necessary to equalize the initial prices paid to producers on the 1954-55 Pool Accounts for oats and barley to the new and higher level of 72 cents per bushel for No. 2 Canada Western Oats and $1.06 per bushel for No. 3 Canada Western Six-Row Barley, both prices basis in store Fort William/Port Arthur. The total amount of these adjustment payments, together with the expenses incident to their distribution have been included in determining the final surpluses resulting from operations on the 1954-55 Pool Accounts for oats and barley.

The amounts available for final payments to producers on the 1954-55 Pool Accounts for oats and barley were $3,779,605.60 and $6,536,611.93 respectively computed as follows:

	Oats	Barley
Surplus on operations for the period from—		
August 1, 1954 to November 18, 1955	$3,868,552.53	
August 1, 1954 to November 4, 1955		$6,666,105.23
Add: Interest on the surplus for the period from—		
November 19, 1955 to December 18, 1955	9,538.89	
November 5, 1955 to December 5, 1955		16,436.97
	3,878,091.42	6,682,542.20
Deduct: Estimated cost of issuing final payments to producers	60,307.99	79,903.89
Prairie Farm Assistance Act levy	38,177.83	66,026.38
	98,485.82	145,930.27
Amount payable to producers	$3,779,605.60	$6,536,611.93

During the period of marketing operations the average price realized on the sale of No. 2 Canada Western Oats basis in store Fort William/Port Arthur was 85.198 cents per bushel and the average price realized on the sale of No. 3 Canada Western Six-Row Barley basis in store Fort William/Port Arthur was $1.15835 per bushel. The final payment price for the foregoing grade of oats and of barley was 8.655 cents per bushel and 4.456 cents per bushel respectively computed as follows:

	No. 2 Canada Western Oats	No. 3 Canada Western Six-Row Barley
	$	$
Average realized sales price	.85198	1.15835
Less: Adjusted initial payment to producers	.72	1.06
	.13198	.09835
Less: Cost per bushel for carrying charges, interest, administrative expenses, etc.	.04456	.05334
	.08742	.04501
Less: Prairie Farm Assistance Act levy at 1%	.00087	.00045
Final payment to producers	.08655	.04456
	8.655 cents	4.456 cents

Payments on grades other than No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley varied according to the fixed initial discounts under No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley at which each grade of oats and barley was purchased from producers and the average premiums or discounts in relation to No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley at which each grade of oats and barley was sold.

Schedule of Administrative and General Expenses—Exhibit VII

The total expenditures under this heading for the crop year under review amounted to $2,831,384.61 comprising expenses incurred at the Winnipeg, Calgary, Vancouver, Montreal, London (England) and Washington (D.C.) offices of the Board. Details of these expenditures and the allocations to Board operations are set forth in Exhibit VII.

The Report of the Board's Auditors on the financial statements for the year ended July 31, 1955 is contained in Part III of this Report.

In this Report and in the financial statements we have endeavoured to describe the administration of policy with respect to wheat, oats and barley for the year ended July 31, 1955.

In conclusion we would like to record our appreciation for the loyal and conscientious service rendered by the officers and staff of the Board.

All of which is respectfully submitted,

GEO. McIVOR
Chief Commissioner

W. C. McNAMARA
Assistant Chief Commissioner

W. RIDDEL
Commissioner

W. E. ROBERTSON
Commissioner

THE CANADIAN WHEAT BOARD
INDEX TO FINANCIAL STATEMENTS
31st July 1955

Exhibit I. *Consolidated Balance Sheet.*

Exhibit II. *Statement of Operations, 1954-55 Pool Account—Wheat.*

Exhibit III. *Statement of Operations, 1954-55 Pool Account—Oats.*

Exhibit IV. *Statement of Operations, 1954-55 Pool Account—Barley.*

Exhibit V. *Statement of Payments to Producers.*

Exhibit VI. *Statement of Provisions for Final Payment Expenses.*

Exhibit VII. *Schedule of Administrative and General Expenses and Allocations to Operations for the year ended 31st July 1955.*

THE CANADIA
CONSOLIDATE
As at 3

ASSETS

Stocks of grain:		
Wheat stocks — stated at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill	$ 64,047,613.70	
Wheat stocks — stated at cost prices basis in store Fort William/Port Arthur or Vancouver	482,933,605.89	
	546,981,219.59	
Oats stocks — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur	16,737,989.18	
Barley stocks — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur	40,764,351.36	$604,483,560.13
Accounts receivable		967,751.1
Memberships — In the Winnipeg and Vancouver Grain Exchanges, the Winnipeg Grain and Produce Exchange Clearing Association Limited and the Lake Shippers' Clearance Association		22,390.4
The Canadian Wheat Board Building, Winnipeg, at cost less depreciation		379,800.0
Deferred and prepaid expenses		30,335.1
Office furniture, equipment and automobiles, at cost less depreciation		99,013.0
Debit balance — 1954-55 Pool Account — Wheat		17,365,756.3
		$623,348,606.2

Approved:

GEO. MCIVOR, *Chief Commissioner*

W. C. MCNAMARA, *Assistant Chief Commissioner*

W. RIDDEL, *Commissioner*

W. E. ROBERTSON *Commissioner*

Exhibit I

HEAT BOARD
ALANCE SHEET
y 1955

LIABILITIES

Bank loans			$ 85,164,408.31
Liability to Agents for grain purchased from Producers but not yet delivered to the Board			360,691,057.37
Advances received on Agency wheat stocks			151,857,465.91
Amounts due to Producers:			
Outstanding certificates and cheques:			
Balance of adjustment payments	— Wheat	$ 707,502.52	
	— Coarse Grains	170,278.07	
Balance of interim payments	— Wheat	230,638.73	
Balance of final payments	— Wheat	1,532,650.42	
	— Coarse Grains	108,400.63	2,749,470.37
Accrued expenses and accounts payable			10,940,723.07
Provisions for final payment expenses			558,924.19
Special account — net balance of undistributed payment accounts			851,899.27
Surpluses resulting from operations:			
1954-55 Pool Account — Oats		3,868,552.53	
1954-55 Pool Account — Barley		6,666,105.23	10,534,657.76
			$623,348,606.25

This is the Consolidated Balance Sheet which is referred to in our report of this date.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1955.

THE CANADI
1954-55 Po
STATEMENT
For the year end

Wheat Acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Purchased from 1953-54 Pool Account—Wheat.. .....

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Weight losses in transit and in drying.....

Uncompleted sales at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Stocks of wheat — stated at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Surplus on wheat transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators.....

Storage on wheat stored in terminal elevators.....

Interest and bank charges, etc.....

Net additional freight on wheat shipped from country stations to terminal positions.....

Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....

Drying charges.....

Administrative and general expenses to 31st July 1955.....

Debit balance in the 1954-55 Pool Account - Wheat, as at 31st July 1955, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Exhibit II

HEAT BOARD
ccount - Wheat
PERATIONS
st July 1955

Bushels			Amount	
18,451,429.7			$397,783,296.25	
578,296.3			781,269.94	
64,055,511.3	483,085,237.3		273,444,816.81	$672,009,383.00
14,155,862.3				
45,317,518.2				
17,570,381.4				
19,296.6	77,063,058.5	$130,308,499.85		
5,495,680.9				
24,048,123.2				
6,611,598.8	36,155,402.9	64,047,613.70	194,356,113.55	
	369,866,775.9		482,933,605.89	677,289,719.44
	483,085,237.3			
				5,280,336.44
		15,554,115.09		
		3,576,701.64	19,130,816.73	
			2,192,764.81	
			354,841.40	
			2,855.27	
			28,877.62	
			935,936.98	22,646,092.81
				$ 17,365,756.37

THE CANADI
1954-55 Po
STATEMENT
For the crop ye
(Including provision

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1953-54 Pool Account — Oats.....

Oats sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Weight losses in drying.....

Net proceeds from sales.....

Stocks of oats—stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc: (including provision for expenses to 18th November 1955)

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Vancouver for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1955.....

Add: Proportion of administrative and general expenses for the period from 1st August 1955 to 18th November 1955.....

Surplus on operations of the Board on 1954-55 Pool Account — Oats, for the crop year ended 31st July 1955.....

Exhibit III

HEAT BOARD
count - Oats
PERATIONS
ded 31st July 1955
nsactions to 18th November 1955)

Bushels			Amount	
69,581,184.4			$45,447,191.81	
80.0			46.72	
5,718,630.5	75,299,894.9		5,141,127.31	$50,588,365.84
50,783,463.5			40,768,643.32	
1,205.7			–	
50,784,669.2			40,768,643.32	
24,515,225.7	75,299,894.9		16,737,989.18	57,506,632.50
				6,918,266.66
		$2,199,141.84		
		532,835.53	2,731,977.37	
			(10,695.85)	
			(25,395.50)	
			2,679.82	
			11,782.66	
		275,444.25		
		63,921.38	339,365.63	3,049,714.13
				$ 3,868,552.53

THE CANADI
1954-55 Po
STATEMENT
For the crop ye
(Including provision

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur .....

Purchased from 1953-54 Pool Account — Barley.....

Barley sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Weight losses in drying.....

Net proceeds from sales.....

Stocks of barley — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur.....

Surplus on barley transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:
(including provision for expenses to 4th November 1955)

Carrying charges:

Carrying charges on barley stored in country elevators.....

Storage on barley stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of barley to Pacific Coast ports for export.....

Diversion charges on shipments of barley to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1955.....

Add: Proportion of administrative and general expenses for the period from 1st August 1955 to 4th November 1955.....

Surplus on operations of the Board on 1954-55 Pool Account — Barley, for the crop year ended 31st July 1955.....

Exhibit IV

EAT BOARD
ount - Barley
ERATIONS
ed 31st July 1955
actions to 4th November 1955)

Bushels			Amount	
112,428,326.0			$106,582,522.37	
1,619.1			1,205.60	
21,115,239.4	133,545,184.5		22,292,281.85	$128,876,009.82
91,082,079.7			100,711,286.09	
49,224.8			–	
91,131,304.5			100,711,286.09	
42,413,880.0	133,545,184.5		40,764,351.36	141,475,637.45
				12,599,627.63
		$4,782,989.81		
		797,653.85	5,580,643.66	
			59,579.80	
			(376,198.17)	
			73,375.18	
			79,417.47	
			10,793.96	
		421,559.16		
		84,351.34	505,910.50	5,933,522.40
				$ 6,666,105.23

THE CANADI
STATEMENT
As at

Adjustment Payments:

Wheat:
- 1945-49 Pool Account
- 1950-51 Pool Account
- 1951-52 Pool Account
- 1952-53 Pool Account

Coarse Grains:
- 1950-51 Pool Account — Oats
- 1950-51 Pool Account — Barley
- 1951-52 Pool Account — Barley
- 1952-53 Pool Account — Barley
- 1954-55 Pool Account — Oats
- 1954-55 Pool Account — Barley

Interim Payments:

Wheat:
- 1952-53 Pool Account
- 1953-54 Pool Account

Final Payments:

Wheat:
- 1945-49 Pool Account
- 1950-51 Pool Account
- 1951-52 Pool Account
- 1952-53 Pool Account
- 1953-54 Pool Account

Coarse Grains:
- 1949-50 Pool Account — Oats
- 1949-50 Pool Account — Barley
- 1950-51 Pool Account — Oats
- 1950-51 Pool Account — Barley
- 1951-52 Pool Account — Oats
- 1951-52 Pool Account — Barley
- 1952-53 Pool Account — Oats
- 1952-53 Pool Account — Barley
- 1953-54 Pool Account — Oats
- 1953-54 Pool Account — Barley

Total — all Accounts

Exhibit V

HEAT BOARD
YMENTS TO PRODUCERS
y 1955

Total Amounts Payable to Producers	Cheques Cashed by Producers to 31st July 1955	Balances Payable to Producers as at 31st July 1955
$ 388,564,142.91	$ 387,887,199.86	$ 676,943.05
49,629,262.54	49,622,438.15	6,824.39
47,681,245.77	47,673,671.82	7,573.95
61,124,386.63	61,108,225.50	16,161.13
$ 546,999,037.85	$ 546,291,535.33	$ 707,502.52
$ 5,707,963.15	$ 5,706,951.17	$ 1,011.98
11,173,606.63	11,172,244.43	1,362.20
13,600,641.70	13,599,213.04	1,428.66
14,467,203.86	14,464,286.14	2,917.72
3,241,697.20	3,184,289.40	57,407.80
7,900,535.63	7,794,385.92	106,149.71
$ 56,091,648.17	$ 55,921,370.10	$ 170,278.07
$ 63,962,036.83	$ 63,917,509.65	$ 44,527.18
38,638,704.15	38,452,592.60	186,111.55
$ 102,600,740.98	$ 102,370,102.25	$ 230,638.73
$ 119,075,039.68	$ 118,581,519.30	$ 493,520.38
104,933,267.56	104,912,835.91	20,431.65
114,585,112.68	114,558,547.72	26,564.96
58,282,438.38	58,194,261.52	88,176.86
25,411,407.89	24,507,451.32	903,956.57
$ 422,287,266.19	$ 420,754,615.77	$1,532,650.42
$ 15,546,322.39	$ 15,541,325.67	$ 4,996.72
26,643,973.33	26,638,205.56	5,767.77
9,639,421.43	9,635,261.56	4,159.87
15,112,054.03	15,109,179.40	2,874.63
24,746,258.79	24,738,440.69	7,818.10
19,241,174.36	19,237,190.09	3,984.27
10,949,996.58	10,939,313.74	10,682.84
21,408,203.67	21,389,160.49	19,043.18
5,631,130.40	5,609,958.02	21,172.38
9,833,495.41	9,805,594.54	27,900.87
$ 158,752,030.39	$ 158,643,629.76	$ 108,400.63
$1,286,730,723.58	$1,283,981,253.21	$2,749,470.37

THE CANADI
STATEMENT OF PROVISIO
To 3

	Original Provisions	Payment Costs and Other Adjustments to 31st July 1954
Marketing of Producers' Grain:		
Wheat:		
1945-49 Pool Account	$ 450,052.01	$ 458,820.88
1950-51 Pool Account	225,907.74	276,130.28
1951-52 Pool Account	262,601.16	263,024.90
1952-53 Pool Account	168,509.10	157,790.99
1953-54 Pool Account	139,557.42	—
	1,246,627.43	1,155,767.05
Coarse Grains:		
1949-50 Pool Account — Oats	81,867.67	57,272.11
1949-50 Pool Account — Barley	88,713.98	63,918.17
1950-51 Pool Account — Oats	59,846.99	64,822.54
1950-51 Pool Account — Barley	63,076.03	65,168.33
1951-52 Pool Account — Oats	86,315.60	88,715.44
1951-52 Pool Account — Barley	78,000.10	81,946.63
1952-53 Pool Account — Oats	74,171.79	60,719.23
1952-53 Pool Account — Barley	94,111.14	80,950.07
1953-54 Pool Account — Oats	69,995.33	—
1953-54 Pool Account — Barley	80,287.94	—
	776,386.57	563,512.52
Total — all Accounts	$2,023,014.00	$1,719,279.57

Exhibit VI

HEAT BOARD
R FINAL PAYMENT EXPENSES
y 1955

Payment Costs Year Ended 31st July 1955	Exchange, Commissions and Other Adjustments 1954-55 Year	Balance of Original Provisions	Net Interest Credits on Surplus Funds to 31st July 1955	Balance as at 31st July 1955
$ 36,788.38	$12,461.28	($58,018.53)	$178,616.64	$120,598.11
4,795.43	75.47	(55,093.44)	49,311.66	(5,781.78)
6,242.68	183.54	(6,849.96)	61,318.72	54,468.76
19,511.96	1,428.99	(10,222.84)	157,780.05	147,557.21
51,507.41	30,197.63	57,852.38	(4,272.05)	53,580.33
118,845.86	44,346.91	(72,332.39)	442,755.02	370,422.63
1,506.74	10.32	23,078.50	4,165.99	27,244.49
1,198.38	7.07	23,590.36	4,996.50	28,586.86
2,473.74	13.12	(7,462.41)	4,921.23	(2,541.18)
1,982.54	12.50	(4,087.34)	6,284.19	2,196.85
2,406.85	20.33	(4,827.02)	9,509.68	4,682.66
3,087.41	109.13	(7,143.07)	7,994.53	851.46
5,157.29	39.37	8,255.90	12,191.72	20,447.62
6,487.34	26.29	6,647.44	34,242.81	40,890.25
42,737.12	7,845.47	19,412.74	10,154.14	29,566.88
46,443.54	13,699.25	20,145.15	16,430.52	36,575.67
113,480.95	21,782.85	77,610.25	110,891.31	188,501.56
$232,326.81	$66,129.76	$5,277.86	$553,646.33	$558,924.19

THE CANADI
SCHEDULE OF ADMINISTRAT
AND ALLOCATIC
For the year en

Administrative and general expenses:	
Salaries — Board members, officers and staff	$1,905,597.52
Unemployment insurance	16,431.28
Advisory Committee — travelling expenses and per diem allowance	1,096.15
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building, Winnipeg	201,138.24
Telephone — exchange service and long distance calls	37,269.74
Telegrams and cables	25,490.60
Postage	84,515.94
Printing, stationery and supplies	132,164.95
Office expenses	17,029.19
Travelling expenses	38,979.47
Travelling expenses — Inspectors	35,657.35
Legal fees and court costs	831.06
Audit fees	62,500.00
Tabulating equipment — rental and sundries	121,332.79
Repairs and upkeep of office machinery and equipment	4,726.70
Grain market publications and services	4,259.50
Bonds and insurance	4,412.95
Grain Exchange dues	3,120.00
Express, freight and cartage on stationery, etc.	11,522.71
Depreciation on furniture, equipment and automobiles	20,839.82
Contribution to Pension Fund, actuarial and other expenses	102,468.65
	$2,831,384.61

Exhibit VII

EAT BOARD
GENERAL EXPENSES
OPERATIONS
July 1955

Allocations to operations:

1. Marketing of Producers' grain (including cost of distributing interim and adjustment payments, if any):		
1954-55 Pool Account — Wheat	$935,936.98	
1954-55 Pool Account — Oats	275,444.25	
1954-55 Pool Account — Barley	421,559.16	
1953-54 Pool Account — Wheat	825,650.15	
1953-54 Pool Account — Oats	54,074.66	
1953-54 Pool Account — Barley	86,242.60	$2,598,907.80
2. Distributing final payments to Producers:		
(a) Wheat:		
1953-54 Pool Account	51,507.41	
1952-53 Pool Account	19,511.96	
1951-52 Pool Account	6,242.68	
1950-51 Pool Account	4,795.43	
1945-49 Pool Account	36,788.38	118,845.86
(b) Coarse Grains:		
1953-54 Pool Account — Oats	42,737.12	
1953-54 Pool Account — Barley	46,443.54	
1952-53 Pool Account — Oats	5,157.29	
1952-53 Pool Account — Barley	6,487.34	
1951-52 Pool Account — Oats	2,406.85	
1951-52 Pool Account — Barley	3,087.41	
1950-51 Pool Account — Oats	2,473.74	
1950-51 Pool Account — Barley	1,982.54	
1949-50 Pool Account — Oats	1,506.74	
1949-50 Pool Account — Barley	1,198.38	113,480.95
3. Other operations under The Canadian Wheat Board Act:		
1947 Crop Oats and Barley Equalization Funds — P.C. 1891 and 5207		150.00
		$2,831,384.61

PART III

AUDITORS' REPORT

MILLAR, MACDONALD & CO.

CHARTERED ACCOUNTANTS

The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Consolidated Balance Sheet of The Canadian Wheat Board as at 31st July 1955 and the statements of operations and supporting schedules for the crop year ended on that date and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

We have reviewed Part II of the Annual Report of the Board, which sets forth explanatory comments relating to the financial statements. In our opinion the information presented therein is accurately recorded and is in agreement with our findings in the course of audit.

The stocks of grain are correctly stated in terms of the valuation bases indicated on the Consolidated Balance Sheet and as explained in Part II of the Report of the Board. All other assets and liabilities have been verified by reference to grain records, vouchers, creditors' statements and other documents.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Consolidated Balance Sheet and statements of operations and supporting schedules are properly drawn up so as to exhibit a true and correct view of the financial position of The Canadian Wheat Board as at 31st July 1955, and the results of its operations for the crop year ended on that date, in comformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1955.

ADDENDA

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TABLE I

ACREAGE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1955

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Acres)			
1930	23,960	8,286	4,755	1,370	571	38,942
1931	25,586	8,279	3,214	732	641	38,452
1932	26,395	8,534	3,154	707	453	39,243
1933	25,177	8,945	3,032	520	236	37,910
1934	23,296	9,115	2,962	619	219	36,211
1935	23,293	9,478	3,187	649	296	36,903
1936	24,838	8,674	3,724	561	468	38,265
1937	24,599	8,579	3,562	808	233	37,781
1938	24,946	8,518	3,687	655	202	38,008
1939	25,813	8,227	3,607	1,014	288	38,949
1940	27,750	7,818	3,622	943	364	40,497
1941	21,140	8,137	4,735	861	982	35,855
1942	20,653	9,666	6,414	1,246	1,466	39,445
1943	16,091	11,790	7,896	498	2,918	39,193
1944	22,444	10,447	6,764	573	1,298	41,526
1945	22,566	10,749	6,859	410	1,034	41,618
1946	23,731	8,522	5,797	641	821	39,512
1947	23,357	7,898	7,035	1,072	1,513	40,875
1948	22,820	7,535	6,082	1,965	1,810	40,212
1949	26,490	7,339	5,617	1,061	304	40,811
1950	25,836	7,446	6,205	1,062	525	41,074
1951	24,385	8,312	7,530	1,047	1,086	42,360
1952	25,204	7,560	8,145	1,177	1,124	43,210
1953	24,648	6,490	8,599	1,411	926	42,074
1954	23,437	6,715	7,568	752	1,177	39,649
1955	20,812	7,788	9,638	707	1,959	40,904

Source: Dominion Bureau of Statistics.

TABLE II

YIELD PER ACRE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1955

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed
			(Bushels)		
1930	16.6	30.7	23.0	15.1	8.7
1931	11.8	22.2	15.7	5.7	3.7
1932	16.0	28.8	20.0	10.3	5.8
1933	10.4	19.8	15.6	6.0	2.4
1934	11.3	18.9	15.1	5.9	3.8
1935	11.3	25.8	19.7	12.9	5.3
1936	8.1	15.7	14.1	5.7	3.7
1937	6.4	16.6	17.5	5.3	3.0
1938	13.5	27.2	21.8	14.3	5.9
1939	19.1	28.1	22.5	13.5	6.8
1940	18.5	29.3	22.9	13.0	7.9
1941	14.0	21.9	20.0	11.6	5.7
1942	25.6	51.7	37.6	18.5	10.0
1943	16.6	33.2	25.8	11.8	6.0
1944	17.5	35.5	26.4	12.4	7.2
1945	13.1	25.4	21.0	10.9	7.1
1946	16.6	29.0	23.1	11.4	7.6
1947	13.7	24.6	18.6	10.8	7.6
1948	15.6	29.7	23.3	11.4	9.3
1949	12.9	25.9	19.4	7.1	6.7
1950	16.5	34.1	25.3	10.5	8.2
1951	21.7	40.9	31.1	15.3	8.2
1952	26.9	45.8	34.5	19.7	10.1
1953	23.7	42.5	29.2	19.0	10.0
1954	11.6	29.2	22.1	16.2	9.3
1955 (a)	22.7	37.2	25.3	18.9	10.8

(a) Preliminary—basis estimate of November 4, 1955.

Source: Dominion Bureau of Statistics.

TABLE III

PRODUCTION OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1955

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)			
1930	397,300	254,011	109,495	20,641	4,963	786,410
1931	301,181	183,700	50,540	4,157	2,370	541,948
1932	422,947	245,726	63,114	7,270	2,640	741,697
1933	263,004	177,422	47,243	3,104	563	491,336
1934	263,800	172,040	44,742	3,664	827	485,073
1935	264,096	244,854	62,625	8,379	1,563	581,517
1936	202,000	135,862	52,617	3,201	1,730	395,410
1937	156,800	142,413	62,418	4,280	694	366,605
1938	336,000	232,000	80,200	9,340	1,185	658,725
1939	494,000	231,500	81,000	13,700	1,950	822,150
1940	513,800	229,000	83,000	12,250	2,875	840,925
1941	296,000	178,000	94,700	9,989	5,641	584,330
1942	529,000	500,000	241,000	23,000	14,700	1,307,700
1943	267,800	392,000	204,000	5,870	17,600	887,270
1944	391,700	370,800	178,400	7,109	9,405	957,414
1945	294,600	273,500	144,000	4,476	7,338	723,914
1946	393,000	247,000	134,000	7,278	6,208	787,486
1947	320,000	194,000	131,000	11,630	11,550	668,180
1948	356,000	224,000	142,000	22,350	16,830	761,180
1949	341,000	190,000	109,000	7,550	2,050	649,600
1950	427,000	254,000	157,000	11,200	4,300	853,500
1951	529,000	340,000	234,000	15,980	8,870	1,127,850
1952	678,000	346,000	281,000	23,200	11,300	1,339,500
1953	584,000	276,000	251,000	26,850	9,300	1,147,150
1954	272,000	196,000	167,000	12,179	10,950	658,129
1955(a)	472,000	290,000	244,000	13,350	21,200	1,040,550

(a) Preliminary—basis estimate of November 4, 1955. Source: Dominion Bureau of Statistics.

TABLE IV

CANADIAN WHEAT SUPPLIES AND DISPOSITION
Crop Years 1930-1931 to 1954-55

Crop Year	SUPPLIES				DISPOSITION			Total①
	Inward Carryover① August 1st			Total	Domestic Disappearance②		Exports① Wheat	Outward Carryover
	Farm	Commercial	Production①	Supplies	Farm	Commercial	and Flour	July 31st
	(Thousands of Bushels)							
1930-1931	5,326	121,256	420,672	547,254	95,945	54,018	258,694	138,597
1931-1932	19,459	119,138	321,325	459,922	71,066	45,884	207,030	135,942
1932-1933	7,496	128,446	443,061	579,003	66,625	30,417	264,304	217,657
1933-1934	12,340	205,317	281,892	499,549	58,653	43,214	194,780	202,902
1934-1935	8,733	194,169	275,849	478,751	49,276	49,872	165,751	213,852
1935-1936	7,861	205,991	281,935	495,787	69,934	44,065	254,425	127,363
1936-1937	5,520	121,843	219,218	346,581	57,281	42,676	209,773	36,851
1937-1938	3,999	32,851	180,210	217,060	54,574	42,364	95,586	24,536
1938-1939	5,061	19,475	360,010	384,546	70,942	51,408	160,034	102,162
1939-1940	4,682	97,480	520,623	622,785	82,528	47,110	192,674	300,473
1940-1941	17,286	283,187	540,190	840,663	86,862	42,466	231,206	480,129
1941-1942	13,954	466,175	314,825	794,954	91,212	54,162	225,828	423,752
1942-1943	10,446	413,306	556,684	980,436	109,583	61,526	214,701	594,626
1943-1944	190,207	404,419	284,460	879,086	91,174	87,626	343,755	356,531
1944-1945	53,871	302,660	416,635	773,166	88,672	83,475	342,946	258,073
1945-1946	28,650	229,423	318,512	576,585	80,259	82,618	340,108	73,600
1946-1947	27,203	46,397	413,725	487,325	79,522	78,804	242,858	86,141
1947-1948	25,988	60,153	341,758	427,899	80,182	75,025	194,982	77,710
1948-1949	39,162	38,548	386,345	464,055	80,804	48,511	232,329	102,411
1949-1950	43,423	58,988	371,406	473,817	80,107	56,373	225,137	112,200
1950-1951	12,389	99,811	461,664	573,864	82,247	61,453	240,961	189,203
1951-1952	22,260	166,943	552,657	741,860	92,847	76,010	355,825	217,178
1952-1953	19,262	197,916	687,922	905,100	77,480	58,908	385,527	383,185
1953-1954	93,716	289,469	613,962	997,147	95,857	44,534	255,081	601,675
1954-1955	214,860	386,815	308,909	910,584	103,055	61,894	251,909	493,726
1955-1956③	100,855	392,871	494,090	987,816				

①Source: Dominion Bureau of Statistics.

② A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports.

③Preliminary.

TABLE V

CANADIAN OATS SUPPLIES AND DISPOSITION

Crop Years 1930-31 to 1954-55

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st				Domestic Disappearance③			
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial	Net② Exports	
	(Thousands of Bushels)							
1930-1931	12,020	9,703	423,148	444,871	350,939	19,010	11,477	63,445
1931-1932	52,604	10,841	328,278	391,723	319,511	24,353	18,010	29,849
1932-1933	22,823	7,026	391,561	421,410	357,149	7,797	14,419	42,045
1933-1934	27,701	14,344	307,478	349,523	282,486	26,836	9,141	31,060
1934-1935	19,333	11,727	321,120	352,180	288,647	19,200	17,863	26,470
1935-1936	20,071	6,400	394,348	420,819	352,243	12,681	15,515	40,380
1936-1937	31,186	9,194	271,778	312,158	258,694	25,697	9,501	18,266
1937-1938	15,231	3,035	268,442	286,708	238,578	20,404	8,227	19,499
1938-1939	16,120	3,379	371,382	390,881	315,512	13,549	12,933	48,887
1939-1940	39,654	9,233	384,407	433,294	349,645	13,129	23,589	46,931
1940-1941	39,781	7,150	380,526	427,457	351,055	21,189	13,650	41,563
1941-1942	37,102	4,461	305,575	347,138	285,254	21,416	11,861	28,607
1942-1943	24,173	4,434	651,954	680,561	437,034	30,863	63,323	149,341
1943-1944	118,404	30,936	482,022	631,362	386,725	61,421	74,737	108,479
1944-1945	69,423	39,056	499,643	608,122	369,626	54,443	85,798	98,255
1945-1946	64,825	33,430	381,596	479,851	287,937	70,561	43,861	77,492
1946-1947	51,087	26,405	371,069	448,561	269,734	79,584	29,759	69,484
1947-1948	52,566	16,918	278,670	348,154	220,991	69,070	10,202	47,891
1948-1949	37,593	10,298	358,807	406,698	262,113	60,858	23,220	60,507
1949-1950	48,363	12,144	317,916	378,423	252,300	60,671	20,547	44,905
1950-1951	33,579	11,326	419,930	464,835	291,222	43,039	35,397	95,177
1951-1952	59,481	35,696	488,191	583,368	355,309	49,055	70,646	108,358
1952-1953	57,836	50,522	466,805	575,163	314,096	51,287	65,371	144,409
1953-1954	90,660	53,749	406,960	551,369	309,835	45,065	70,700	125,769
1954-1955	97,250	28,519	306,793	432,562	280,717	46,104	22,247	83,494
1955-1956④	53,400	30,094	403,835	487,329				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—includes rolled oats and oatmeal.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports.

④Preliminary.

TABLE VI

CANADIAN BARLEY SUPPLIES AND DISPOSITION

Crop Years 1930-1931 to 1954-55

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance		Net② Exports	
	Farm	Commercial			Farm	Commercial③		
	(Thousands of Bushels)							
1930-1931	3,050	21,588	135,160	159,798	101,250	9,774	19,194	29,580
1931-1932	17,618	11,962	67,383	96,963	70,240	5,989	13,538	7,196
1932-1933	3,477	3,719	80,773	87,969	68,256	2,984	5,391	11,338
1933-1934	3,102	8,236	63,359	74,697	51,526	10,367	1,711	11,093
1934-1935	1,839	9,254	63,742	74,835	49,803	3,956	15,057	6,019
1935-1936	2,022	3,997	83,975	89,994	66,022	6,062	7,676	10,234
1936-1937	4,199	6,035	71,922	82,156	53,126	6,678	17,556	4,796
1937-1938	1,476	3,320	83,124	87,920	57,951	8,594	14,744	6,631
1938-1939	3,178	3,453	102,242	108,873	73,713	7,536	14,820	12,804
1939-1940	7,347	5,457	103,147	115,951	81,538	11,081	10,678	12,654
1940-1941	7,075	5,579	104,256	116,910	84,035	19,245	2,722	10,908
1941-1942	6,505	4,403	110,566	121,474	85,314	23,280	2,058	10,822
1942-1943	5,112	5,710	259,156	269,978	137,384	29,554	33,761	69,279
1943-1944	41,314	27,965	215,562	284,841	147,948	54,841	36,103	45,949
1944-1945	23,379	22,570	194,712	240,661	124,582	47,753	39,407	28,919
1945-1946	17,819	11,100	157,757	186,676	94,420	57,903	4,416	29,937
1946-1947	13,884	16,053	148,887	178,824	78,726	64,431	6,903	28,764
1947-1948	16,492	12,272	141,372	170,136	75,477	60,531	2,679	31,449
1948-1949	17,373	14,076	155,018	186,467	83,657	51,411	21,730	29,669
1949-1950	18,482	11,187	120,408	150,077	74,135	38,064	17,523	20,355
1950-1951	11,324	9,031	171,393	191,748	81,161	34,015	23,076	53,496
1951-1952	17,854	35,642	245,218	298,714	109,865	39,430	69,915	79,504
1952-1953	21,476	58,028	291,379	370,883	109,123	31,236	118,857	111,667
1953-1954	38,235	73,432	262,065	373,732	101,699	36,079	90,044	145,910
1954-1955	96,810	49,100	175,509	321,419	117,646	36,359	77,092	90,322
1955-1956④	42,310	48,012	251,781	342,103				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports.

④Preliminary.

TABLE VII

CANADIAN GRAIN STORAGE POSITION

1930 to 1955—As at July 31st

Year	VISIBLE STOCKS OF ALL GRAINS AS AT JULY 31st①							Total Rated Capacity② as at Dec. 1st
	Wheat	Oats	Barley	Rye	Flax	Other Grains④	Total	
	(Thousands of Bushels)							
1930	121,256	9,703	21,588	9,630	535	9,625	172,337	414,660
1931	119,138	10,841	11,962	13,016	798	24,978	180,733	417,111
1932	128,446	7,026	3,719	5,620	1,314	15,669	161,794	419,520
1933	205,317	14,344	8,236	5,850	1,162	4,402	239,311	419,593
1934	194,169	11,727	9,254	4,013	468	3,049	222,680	419,890
1935	205,991	6,400	3,997	3,088	309	—	219,785	420,644
1936	121,843	9,194	6,035	3,415	262	193	140,942	421,856
1937	32,851	3,035	3,320	330	455	272	40,263	423,063
1938	19,475	3,379	3,453	923	217	6,728	34,175	422,824
1939	97,480	9,233	5,457	2,541	114	3,903	118,728	424,290
1940	283,187	7,150	5,579	4,733	557	3,685	304,891	510,158
1941	466,175	4,461	4,403	4,459	605	2,557	482,660	601,191
1942	413,306	4,434	5,710	3,150	1,005	6,925	434,530	604,254
1943	404,419	30,937	27,965	9,182	3,346	894	476,743	605,988
1944	302,660	39,056	22,570	4,550	2,825	2,502	374,163	603,792
1945	229,423	33,430	11,100	1,519	2,178	167	277,817	575,882
1946	46,397	26,405	16,053	515	1,006	378	90,754	510,053
1947	60,153	16,918	12,272	475	356	359	90,533	505,197
1948	38,548	10,298	14,076	628	3,076	333	66,959	507,756
1949	58,988	12,144	11,187	7,731	10,501	349	100,900	513,243
1950	99,811	11,326	9,031	5,300	4,361	8,406	138,235	520,181
1951	166,943	35,696	35,642	2,449	998	3,608	245,336	530,755
1952	197,916	50,522	58,028	6,748	2,055	668	315,937	542,668
1953	289,469	53,749	73,432	13,036	2,468	421	432,575	564,446
1954	386,815	28,519	49,100	6,425	1,548	1,449	473,856	583,417
1955③	392,871	30,094	48,012	8,389	884	520	480,770	602,164

①Includes stocks in unlicensed mills and any stocks in licensed mills which have been transferred from elevator storage proper to the mill or feed plants for processing.

②Includes all storage i.e. licensed and unlicensed, permanent and temporary.

③Subject to revision.

④From 1930 to 1948 inclusive—stocks are for the week ending closest to July 31st in each case.

Source: Board of Grain Commissioners for Canada.

TABLE VIII.

CANADIAN EXPORTS OF GRAIN AND GRAIN PRODUCTS

Crop Years 1930-31 to 1954-55

Crop Year	Wheat	Wheat Flour①	Oats and Oats Products	Barley	Rye	Flax	Total
			(Thousands of Bushels)				
1930-31	228,536	30,157	11,477	19,194	2,090	1,998	293,45
1931-32	182,803	24,226	18,010	13,538	9,047	251	247,87
1932-33	240,137	24,168	14,419	5,391	2,866	794	287,77
1933-34	170,234	24,546	9,141	1,711	2,580	187	208,39
1934-35	144,375	21,376	17,863	15,057	1,187	12	199,87
1935-36	232,020	22,405	15,515	7,676	2,456	19	280,09
1936-37	189,407	20,365	9,501	17,556	3,633	178	240,64
1937-38	79,342	16,243	8,227	14,744	648	16	119,22
1938-39	139,315	20,719	12,933	14,820	787	31	188,60
1939-40	162,158	30,516	23,589	10,678	2,743	—	229,68
1940-41	184,906	46,300	13,650	2,722	1,957	55	249,59
1941-42	179,902	45,926	11,861	2,058	2,791	842	243,38
1942-43	158,112	56,588	63,323	33,761	2,004	5,202	318,99
1943-44	283,165	60,590	74,737	36,103	8,108	10,050	472,75
1944-45	280,288	62,657	85,798	39,407	6,188	4,327	478,66
1945-46	278,070	62,038	43,861	4,416	2,968	346	391,69
1946-47	163,388	79,470	29,759	6,903	5,269	61	284,85
1947-48	133,505	61,477	10,202	2,679	10,226	1,788	219,87
1948-49	184,235	48,094	23,220	21,730	10,239	4,413	291,93
1949-50	179,457	45,680	20,547	17,523	9,954	3,034	276,19
1950-51	185,039	55,921	35,397	23,076	9,367	4,131	312,93
1951-52	304,722	51,103	70,646	69,915	6,819	2,882	506,08
1952-53	329,026	56,501	65,371	118,857	8,993	4,060	582,80
1953-54	208,835	46,246	70,700	90,044	16,835	5,172	437,83
1954-55	211,287	40,622	22,247	77,092	9,311	6,345	366,90

①In Wheat equivalent.

Source: Board of Grain Commissioners for Canada

TABLE IX.

DISTRIBUTION OF CANADIAN WHEAT AND WHEAT FLOUR EXPORTS BY SELECTED AREAS

Crop Years 1940-1941 to 1954-55

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
940-41	191,283	10,042	11,912	7,337	2,108	1,647	6,877	231,206
	(82.7%)	(4.3%)	(5.2%)	(3.2%)	(0.9%)	(0.7%)	(3.0%)	(100.0%)
941-42	149,774	26,471	18,634	10,519	2,080	14,940	3,410	225,828
	(66.3%)	(11.7%)	(8.3%)	(4.7%)	(0.9%)	(6.6%)	(1.5%)	(100.0%)
942-43	150,232	24,579	14,862	9,568	1,482	12,220	1,757	214,700
	(70.0%)	(11.4%)	(6.9%)	(4.5%)	(0.7%)	(5.7%)	(0.8%)	(100.0%)
943-44	114,522	37,240	159,838	10,272	1,710	18,979	1,194	343,755
	(33.4%)	(10.8%)	(46.5%)	(3.0%)	(0,5%)	(5.5%)	(0.3%)	(100.0%)
944-45	152,598	86,619	41,942	8,912	4,175	27,449	21,250	342,945
	(44.5%)	(25.3%)	(12.2%)	(2.6%)	(1.2%)	(8.0%)	(6.2%)	(100.0%)
945-46	151,491	88,180	13,047	10,163	5,128	38,175	33,922	340,106
	(44.6%)	(25.9%)	(3.8%)	(3.0%)	(1.5%)	(11.2%)	(10.0%)	(100.0%)
946-47	160,983	38,448	1,695	10,031	7,022	9,820	14,859	242,858
	(66.4%)	(15.8%)	(0.7%)	(4.1%)	(2.9%)	(4.0%)	(6.1%)	(100.0%)
947-48	160,707	14,802	140	8,455	2,804	1,178	6,896	194,982
	(82.4%)	(7.6%)	(0.1%)	(4.4%)	(1.4%)	(0.6%)	(3.5%)	(100.0%)
948-49	151,728	26,099	5,544	9,040	4,578	11,031	24,309	232,329
	(65.3%)	(11.2%)	(2.4%)	(3.9%)	(2.0%)	(4.7%)	(10.5%)	(100.0%)
949-50	130,285	28,932	13,747	10,535	7,022	9,633	24,983	225,137
	(57.9%)	(12.8%)	(6.1%)	(4.7%)	(3.1%)	(4.3%)	(11.1%)	(100.0%)
950-51	101,556	52,792	21,222	10,555	10,396	9,980	34,460	240,961
	(42.1%)	(21.9%)	(8.8%)	(4.4%)	(4.3%)	(4.1%)	(14.4%)	(100.0%)
951-52	127,510	97,916	38,981	11,428	17,278	12,568	50,144	355,825
	(35.8%)	(27.5%)	(11.0%)	(3.2%)	(4.9%)	(3.5%)	(14.1%)	(100.0%)
952-53	122,854	121,162	23,140	8,356	25,976	21,753	62,286	385,527
	(31.9%)	(31.4%)	(6.0%)	(2.2%)	(6.7%)	(5.6%)	(16.2%)	(100.0%
953-54	82,020	63,350	7,974	11,140	19,528	11,297	59,772	255,081
	(32.2%)	(24.8%)	(3.1%)	(4.4%)	(7.7%)	(4.4%)	(23.4%)	(100.0%)
954-55	101,814	75,820	5,235	10,712	8,685	7,572	42,071	251,909
	(40.4%)	(30.1%)	(2.1%)	(4.3%)	(3.4%)	(3.0%)	(16.7%)	(100.0%)

①Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE X

DISTRIBUTION OF CANADIAN OATS[1]—EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1954-55

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America[3] (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
			(Thousands of Bushels)					
1940-41	—	84 (0.8%)	10,073 (98.3%)	53 (0.5%)	—	—	40 (0.4%)	10,250 (100.0%
1941-42	194 (4.0%)	425 (8.7%)	3,421 (70.1%)	106 (2.2%)	—	—	6 (0.1%)	4,877[2] (85.1%
1942-43	63 (0.1%)	316 (0.5%)	61,550 (98.8%)	398 (0.6%)	—	—	—	62,327 (100.0%
1943-44	—	—	71,902 (99.6%)	266 (0.4%)	—	—	—	72,168 (100.0%
1944-45	5,145 (6.6%)	1,378 (1.8%)	69,708 (89.8%)	409 (0.5%)	77 (0.1%)	—	928 (1.2%)	77,645 (100.0%
1945-46	3,076 (8.1%)	18,741 (50.0%)	13,264 (35.4%)	738 (2.0%)	69 (0.2%)	1,099 (2.9%)	524 (1.4%)	37,511 (100.0%
1946-47	10,760 (49.5%)	7,453 (34.2%)	849 (3.9%)	379 (1.7%)	7 —	269 (1.2%)	2,075 (9.5%)	21,792 (100.0%
1947-48	—	4,092 (75.6%)	1,215 (22.4%)	103 (1.9%)	4 (0.1%)	—	—	5,414 (100.0%
1948-49	—	3,059 (14.3%)	18,245 (85.1%)	89 (0.4%)	18 (0.1%)	—	16 (0.1%)	21,427 (100.0%
1949-50	—	1,945 (10.2%)	17,089 (89.2%)	68 (0.4%)	24 (0.1%)	—	16 (0.1%)	19,142 (100.0%
1950-51	—	4,073 (11.7%)	30,562 (88.0%)	55 (0.2%)	18 (0.1%)	—	9 —	34,717 (100.0%
1951-52	—	10,957 (15.7%)	58,573 (84.2%)	36 (0.1%)	4 —	—	9 —	69,579 (100.0%
1952-53	564 (0.9%)	4,694 (7.2%)	59,527 (91.8%)	37 (0.1%)	4 —	—	31 —	64,857 (100.0%
1953-54	1,542 (2.2%)	2,383 (3.4%)	65,878 (94.2%)	74 (0.1%)	2 —	—	35 (0.1%)	69,914 (100.0%
1954-55	2,494 (11.5%)	4,241 (19.6%)	14,811 (68.5%)	68 (0.3%)	15 (0.1%)	—	6 —	21,635 (100.0%

[1] Includes Oats as grain only.

[2] Excludes 725,000 bushels (14.9%) bagged grain—destination unknown.

[3] Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE XI

DISTRIBUTION OF CANADIAN BARLEY EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1954-55

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	186	1,226	1,155	153	2	—	—	2,722
	(6.8%)	(45.0%)	(42.5%)	(5.6%)	(0.1%)	-	-	(100.0%)
1941-42	—	131	1,690	234	—	—	—	2,058②
	—	(6.4%)	(82.1%)	(11.4%)	—	—	—	(99.9%)
1942-43	—	—	33,472	289	—	—	—	33,761
	—	—	(99.1%)	(0.9%)	—	—	—	(100.0%)
1943-44	—	—	35,805	298	—	—	—	36,103
	—	—	(99.2%)	(0.8%)	—	—	—	(100.0%)
1944-45	—	3,609	35,794	4	—	—	—	39,407
	—	(9.2%)	(90.8%)	—	—	—	—	(100.0%)
1945-46	—	755	3,661	—	—	—	—	4,416
	—	(17.1%)	(82.9%)	—	—	—	—	(100.0%)
1946-47	—	2,845	4,058	—	—	—	—	6,903
	—	(41.2%)	(58.8%)	—	—	—	—	(100.0%)
1947-48	—	1,378	1,155	145	—	—	—	2,678
	—	(51.5%)	(43.1%)	(5.4%)	—	—	—	(100.0%)
1948-49	—	10,832	10,647	229	—	—	22	21,730
	—	(49.8%)	(49.0%)	(1.1%)	—	—	(0.1%)	(100.0%)
1949-50	—	1,300	16,202	—	—	—	21	17,523
	—	(7.4%)	(92.5%)	—	—	—	(0.1%)	(100.0%)
1950-51	160	11,127	10,588	—	—	—	1,200	23,075
	(0.7%)	(48.2%)	(45.9%)	—	—	—	(5.2%)	(100.0%)
1951-52	7,656	36,627	10,220	—	1	—	15,411	69,915
	(11.0%)	(52.4%)	(14.6%)	—	—	—	(22.0%)	(100.0%)
1952-53	16,085	53,190	24,085	—	1	—	25,496	118,857
	(13.5%)	(44.7%)	(20.3%)	—	—	—	(21.5%)	(100.0%)
1953-54	19,639	13,438	36,921	2	—	—	20,044	90,044
	(21.8%)	(14.9%)	(41.0%)	—	—	—	(22.3%)	(100.0%)
1954-55	48,538	5,106	19,086	4	2	—	4,356	77,092
	(63.0%)	(6.6%)	(24.8%)	—	—	—	(5.6%)	(100.0%)

①Includes Newfoundland up to 1949-50.

②3,000 bushels (0.1%) bagged grain—destination unknown.

Source: Board of Grain Commissioners for Canada.

TABLE XII

PRODUCERS' MARKETINGS — WESTERN CANADIAN GRAINS

Crop Years 1930-31 to 1954-55

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total① Grain	Mixe Grai
			(Thousands of Bushels				
1930-31	310,519	31,606	19,338	8,392	4,271	382,039	16
1931-32	262,167	38,526	11,275	2,452	1,910	322,107	18
1932-33	371,527	29,500	12,886	3,115	1,773	424,143	5
1933-34	226,786	33,276	13,087	1,149	362	278,701	7
1934-35	227,397	31,679	13,747	1,085	430	278,509	1
1935-36	214,150	30,935	15,764	2,788	986	268,359	—
1936-37	163,167	28,977	21,504	1,617	1,353	219,211	37
1937-38	124,030	28,911	23,455	1,461	371	183,924	4
1938-39	289,385	32,309	24,359	3,392	747	354,379	—
1939-40	424,824	34,563	21,866	5,212	1,585	491,684	4
1940-41	456,660	32,150	20,791	5,048	2,573	517,222	4
1941-42	227,122	33,249	26,644	5,338	4,899	297,252	1
1942-43	267,340	120,689	85,571	9,777	11,360	494,737	5
1943-44	329,323	144,277	85,549	4,690	14,240	578,079	7
1944-45	351,385	134,615	75,690	4,122	7,154	572,966	—
1945-46	237,300	107,398	67,271	3,096	4,735	419,800	—
1946-47	334,618	99,856	67,553	5,578	4,808	512,413	—
1947-48	246,601	72,652	65,015	10,143	10,504	404,915	—
1948-49	293,986	85,924	70,253	17,503	15,167	482,833	—
1949-50	319,570	80,448	53,326	8,689	1,493	463,526	—
1950-51	367,845	102,688	83,414	7,440	3,253	564,640	—
1951-52	455,363	133,608	130,337	11,726	6,362	737,396	—
1952-53	535,989	119,750	165,036	15,926	8,155	844,856	—
1953-54	396,961	90,367	101,397	12,209	7,402	608,336	—
1954-55②	319,857	69,925	112,364	13,137	8,726	524,009	—

①Totals for crop years 1930-31 to 1939-40 inclusive include platform loadings of coarse grains, not shown in the figures fo each individual grain.

②Preliminary figures.

Source: Board of Grain Commissioners for Canada.

TABLE XIII

RAIL SHIPMENTS FROM WESTERN COUNTRY ELEVATORS

Crop Years 1940-41 to 1954-55

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	291,791,209	30,091,662	19,414,309	5,036,067	2,408,460	348,741,70
1941-42	302,863,784	30,878,141	25,134,042	5,303,857	4,568,193	368,748,01
1942-43	175,936,393	103,617,387	76,125,989	5,733,391	10,050,418	371,463,57
1943-44	408,794,410	146,389,951	90,739,736	8,510,339	14,986,072	669,420,50
1944-45	424,079,134	147,124,431	82,033,858	4,502,589	7,093,780	664,833,79
1945-46	297,307,308	110,204,349	67,685,661	2,960,473	5,135,814	483,293,60
1946-47	331,120,642	105,562,688	72,168,541	5,705,585	4,725,954	519,283,41
1947-48	247,005,399	75,656,162	66,070,399	9,785,253	9,860,350	408,377,56
1948-49	289,843,302	83,035,066	68,904,394	16,169,309	15,485,845	473,437,91
1949-50	308,377,624	80,930,369	53,615,249	9,634,397	1,537,866	454,095,50
1950-51	309,397,232	90,260,430	74,336,962	7,815,471	3,010,111	484,820,20
1951-52	429,643,419	121,922,070	114,449,354	9,607,348	5,704,183	681,326,37
1952-53	474,918,967	105,504,254	143,415,520	14,611,088	7,476,310	745,926,13
1953-54	335,834,138	108,061,751	117,237,168	11,545,394	7,683,349	580,361,80
1954-55①	306,884,833	74,367,691	111,877,798	13,413,242	8,748,970	515,292,53

①Subject to revision.

Source: Board of Grain Commissioners for Canada.

TABLE XIV

VESSEL SHIPMENTS OF PRINCIPAL GRAINS FROM THE LAKEHEAD

Crop Years 1940-41 to 1954-55

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	217,439,003	13,018,645	9,971,860	4,297,261	1,612,798	246,339,567
1941-42	204,944,133	5,456,822	9,892,366	3,875,989	2,010,339	226,179,649
1942-43	171,325,422	36,303,618	32,438,575	1,590,318	5,669,143	247,327,076
1943-44	292,728,915	50,777,311	42,212,992	9,441,840	10,601,127	405,762,185
1944-45	324,730,999	99,242,739	55,567,683	5,664,591	5,500,932	490,706,944
1945-46	231,022,017	62,323,412	34,008,271	2,713,341	3,335,534	333,402,575
1946-47	175,806,761	50,311,335	31,221,973	4,776,225	1,339,983	263,456,277
1947-48	134,545,364	34,434,520	28,312,907	8,549,033	5,933,346	211,775,170
1948-49	159,860,617	39,725,647	37,918,784	12,320,244	9,624,601	259,449,893
1949-50	164,958,725	41,204,023	33,796,178	9,687,245	4,280,260	253,926,431
1950-51	141,708,034	45,064,802	34,476,555	8,871,808	3,630,491	233,751,690
1951-52	253,116,277	82,874,027	73,274,674	6,977,331	4,071,347	420,313,656
1952-53	251,809,101	81,132,026	109,096,288	10,678,063	6,044,005	458,759,483
1953-54	134,911,553	87,030,651	84,453,642	15,839,188	5,390,098	327,625,132
1954-55	164,427,639	46,268,891	82,339,817	10,780,421	5,623,892	309,440,660

Source: Dominion Bureau of Statistics—Grain Trade of Canada—Annual Editions.

TABLE XV

OVERSEAS CLEARANCES OF CANADIAN BULK GRAIN BY PORT AREAS

Crop Years 1936-37 to 1954-55

Crop Year	Atlantic① Coast	St. Lawrence	Lakehead Direct	Churchill	Pacific Coast	Tota
			(Thousands of Bushels)			
1936-37	34,357	80,583	571	4,294	34,254	154,05
1937-38	25,420	56,075	114	604	14,366	96,57
1938-39	16,623	87,863	447	917	45,445	151,29
1939-40	99,889	57,570	112	1,772	10,733	170,07
1940-41	108,481	63,235	3	—	4,107	175,82
1941-42	122,542	38,106	8	—	2,422	163,07
1942-43	127,847	15,437	10	—	1,598	144,89
1943-44	95,309	25,749	4	—	3,084	124,14
1944-45	135,505	106,942	8	—	8,644	251,09
1945-46	103,520	121,642	39	—	66,952	292,15
1946-47	37,220	87,174	—	2,929	61,715	189,03
1947-48	37,053	71,660	—	4,976	36,854	150,54
1948-49	34,974	99,955	—	5,314	60,696	200,93
1949-50	18,139	86,523	217	5,528	62,651	173,05
1950-51	21,383	94,840	119	6,768	68,481	191,59
1951-52	31,726	191,355	116	7,545	113,412	344,15
1952-53	42,185	240,786	533	8,621	121,374	413,49
1953-54	12,830	105,460	784	10,981	133,972	264,02
1954-55	40,759	133,888	158	12,245	98,428	285,47

①Includes U.S.A. Atlantic Ports.

Source: Board of Grain Commissioners for Canada.

TABLE XVI

WHEAT PRODUCTION IN THE FOUR MAJOR EXPORTING COUNTRIES

Average 1934-38
Annually 1945-46 to 1955-56

Crop Year	Canada	Argentina	Australia	United States	Total
			(Thousands of Bushels)		
Average 1934-38	263,444	243,758	154,324	715,620	1,377,14
1945-46	318,512	150,116	142,419	1,107,623	1,718,67
1946-47	413,725	206,304	117,264	1,152,118	1,889,41
1947-48	341,758	238,800	220,117	1,358,911	2,159,58
1948-49	386,345	191,000	190,699	1,294,911	2,062,95
1949-50	371,406	189,017	218,221	1,098,415	1,877,05
1950-51	461,664	212,967	184,244	1,019,389	1,878,26
1951-52	552,657	77,162	159,725	980,810	1,770,35
1952-53	687,922	277,909	195,208	1,298,957	2,459,99
1953-54	613,962	227,800	199,000	1,169,484	2,210,24
1954-55	308,909	282,559	166,600	984,846	1,742,91
1955-56①	494,090	167,184	188,600	938,159	1,788,03

①Preliminary.

Source: For Canada—Dominion Bureau of Statistics.

For U.S.A.—U.S. Department of Agriculture.

For Argentina and Australia—
1934-38 to 1952-53—International Wheat Council.
1953-54 to 1955-56—Official sources of each country.

TABLE XVII

WORLD EXPORTS OF WHEAT AND WHEAT FLOUR BY PRINCIPAL EXPORTERS
DISTRIBUTION BY QUANTITY AND PERCENTAGE OF WORLD TRADE

Average 1930-39
July-June Crop Years 1945-46 to 1954-55

Crop Year	Argentina	Australia	Canada	United States	Others	World Total
			(Millions of Bushels)			
Average 1930-39①	130 (18.3%)	114 (16.0%)	201 (28.3%)	75 (10.6%)	190 (26.8%)	710 (100.0%)
1945-46	68 (7.8%)	36 (4.2%)	373 (43.0%)	390 (44.9%)	1 (0.1%)	868 (100.0%)
1946-47	60 (8.0%)	47 (6.2%)	229 (30.3%)	397 (52.6%)	22 (2.9%)	755 (100.0%)
1947-48	102 (10.9%)	96 (10.3%)	205 (22.0%)	485 (51.9%)	46 (4.9%)	934 (100.0%)
1948-49	61 (6.2%)	122 (12.3%)	225 (22.8%)	504 (50.9%)	77 (7.8%)	989 (100.0%)
1949-50	88 (10.7%)	114 (13.9%)	232 (28.3%)	299 (36.4%)	88 (10.7%)	821 (100.0%)
1950-51	103 (10.9%)	127 (13.5%)	226 (24.0%)	365 (38.8%)	121 (12.8%)	942 (100.0%)
1951-52	30 (2.8%)	99 (9.3%)	345 (32.4%)	475 (44.7%)	115 (10.8%)	1,064 (100.0%)
1952-53	29 (3.0%)	100 (10.2%)	384 (39.2%)	317 (32.4%)	149 (15.2%)	979 (100.0%)
1953-54	110 (12.6%)	71 (8.2%)	278 (32.0%)	217 (25.0%)	193 (22.2%)	869 (100.0%)
1954-55②	131 (13.9%)	94 (10.0%)	253 (26.8%)	274 (29.1%)	191 (20.2%)	943 (100.0%)

①Calendar years.

②Subject to revision.

Source: For Canada—Board of Grain Commissioners for Canada.

All Others—Foreign Agricultural Service, United States Department of Agriculture.

TABLE XVIII
WHEAT ACREAGE IN SELECTED COUNTRIES
1945 to 1955

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Acres)			
1945	414	812	216	9,351	1,899①	11,067
1946	341	743	221	10,208	2,306	11,415
1947	192	868	60	8,384	2,060	11,122
1948	354	1,325	170	10,456	2,241	11,526
1949	378	1,557	206	10,434	2,279	11,686
1950	430	1,611	210	10,673	2,506	11,661
1951	408	1,792	200	10,502	2,545	11,683
1952	415	2,002	183	10,616	2,948	11,567
1953	421	2,016	173	10,430	2,832	12,100
1954	455	—②	211	11,100	2,735	12,100
1955	473	—②	164	11,300	3,200	12,300

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Acres)			
1945	1,788	295	719	242	9,247	2,276
1946	1,562	302	748	232	9,466	2,062
1947	1,428	212	723	225	10,321	2,163
1948	1,824	244	780	211	11,342	2,279
1949	1,872	256	759	206	9,903	1,963
1950	1,883	225	838	215	11,063	2,479
1951	1,811	185	811	242	12,170	2,130
1952	1,779	203	820	250	13,673	2,031
1953	1,693	161	959	211	15,840	2,217
1954	1,660	272	1,068	223	15,830	2,457
1955	1,639	235	875	236	17,790	1,966

①Bi-zone. ②not available
Sources: For 1945-52—International Wheat Council.
1953-55 —United States Department of Agriculture and International Wheat Council.

TABLE XIX
WHEAT PRODUCTION IN SELECTED COUNTRIES
1945 to 1955

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1945	11,387	6,272	10,267	154,559	47,861①	153,327
1946	13,440	7,803	10,901	248,267	56,299	225,083
1947	4,480	13,216	2,016	119,989	43,792	171,883
1948	12,656	14,896	9,334	280,485	73,771	226,016
1949	21,914	16,090	11,013	296,947	90,794②	259,838
1950	20,099	19,548	10,950	282,963	96,048	285,646
1951	19,436	15,579	10,031	261,468	108,357②	255,810
1952	21,273	25,351	11,060	309,419	120,924②	289,173
1953	20,590	26,000	10,430	330,000	116,100	332,800
1954	21,140	28,000	10,730	388,220	106,260	266,400
1955	25,910	—③	9,740	385,000	124,120	338,000

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1945	34,645	7,989	21,616	8,213	80,453	81,237
1946	21,691	13,179	25,013	7,467	134,064	73,435
1947	26,992	7,131	14,672	6,869	119,280	62,235
1948	33,077	11,237	25,797	7,168	159,675	88,144
1949	45,920	15,642	25,648	9,333	92,474	82,282
1950	49,163	10,839	27,154	8,378	142,272	97,297
1951	54,744	9,921	17,527	9,589	210,526	86,458
1952	56,475	12,015	28,731	10,251	241,609	86,127
1953	50,500	9,560	36,270	8,110	293,950	99,460
1954	55,700	14,590	37,490	11,030	180,040	103,890
1955	54,890	12,856	27,460	10,070	260,000	92,360

① Bi-zone.
②Including spelt. ③not available
Sources: 1945-52—International Wheat Council.
1953-55—U.S. Department of Agriculture and International Wheat Council.

TABLE XX

IMPORTS OF WHEAT AND FLOUR INTO SELECTED COUNTRIES FROM ALL SOURCES

Crop Years ① 1947-48 to 1953-54

Crop Year	Belgium-Luxembourg	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1947-48	28,288	22,953	3,483	52,759	133,803	82,161
1948-49	26,411	33,690	3,483	16,777	121,270	92,684
1949-50	23,743	36,739	908	11,758	89,822	36,603
1950-51	37,739	54,042	2,175	10,189	96,744	63,338
1951-52	30,203	50,000	1,984	35,659	80,504	59,505
1952-53	27,708	48,284	3,836	10,960	86,798	52,238
1953-54②	23,552	48,350	4,890	1,319	77,752	13,194

Crop Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1947-48	45,558	28,498	6,515	15,381	345	198,717
1948-49	66,233	28,428	2,410	14,396	—	214,406
1949-50	76,955	24,684	2,811	11,060	12,801	167,416
1950-51	61,717	26,833	2,998	16,505	2,829	162,202
1951-52	63,180	32,569	8,686	12,853	1,653	183,539
1952-53	40,818	33,010	8,998	13,551	—	167,074
1953-54②	93,864	28,200	595	14,396	—	133,079

①July-June year.

②Subject to revision.

Source: Food and Agriculture Organization of the United Nations.

TABLE XXI

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 1 NORTHERN WHEAT BASIS IN STORE FORT WILLIAM/PORT ARTHUR OR VANCOUVER

Crop Years 1943-44 to 1954-55

Crop Year	Initial Payment	Adjustment Payment	Interim Payment	Final Payment①	Total Realized Price①
	(Dollars per Bushel)				
1943-44	1.25	—	—	.123	1.373
1944-45	1.25	—	—	.189	1.439
1945-46	1.25	.50	—	.084	1.834
1946-47	1.35	.40	—	.084	1.834
1947-48	1.35	.40	—	.084	1.834
1948-49	1.55	.20	—	.084	1.834
1949-50	1.75	—	—	.084	1.834
1950-51	1.40	.20	—	.258	1.858
1951-52	1.40	.20	—	.236	1.836
1952-53	1.40	.20	.12	.099	1.819
1953-54	1.40	—	.10	.064	1.564
1954-55②	1.40				

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy

②Pool account not closed out at date of report.

TABLE XXII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 2 CANADA WESTERN OATS BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1954-55

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
	(Cents per Bushel)			
949-50	65	—	19.1	84.1
950-51	65	10	9.8	84.8
951-52	65	—	18.8	83.8
952-53	65	—	9.1	74.1
953-54	65	—	5.5	70.5
954-55	65	7	8.7	80.7

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy

TABLE XXIII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 3 CANADA WESTERN— 6 ROW BARLEY BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1954-55

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
	(Cents per Bushel)			
949-50	93	—	58.0	151.0
950-51	93	20	21.1	134.1
951-52	96	20	13.3	129.3
952-53	96	15	13.5	124.5
953-54	96	—	10.0	106.0
954-55	96	10	4.5	110.5

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

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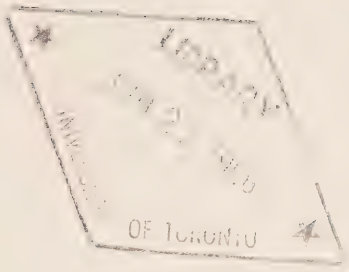
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"
REPORT.

SUPPLEMENTARY

REPORT

OF

The Canadian Wheat Board



ON THE

1954/55

(1954 - 1955)

POOL ACCOUNT - WHEAT

Supplementary Report of The Canadian Wheat Board on the 1954-55 Pool Account—Wheat

The RIGHT HONOURABLE C. D. HOWE,
Minister of Trade and Commerce,
OTTAWA, Canada.

Sir:

The Annual Report of The Canadian Wheat Board for 1954-55 included financial statements relevant to the operations of the 1954-55 Pool Account—Wheat up to July 31, 1955. The 1954-55 Pool Account was closed as at May 4, 1956 and we beg to submit herewith final operating statements for this Pool.

1. Total Receipts and Final Disposition—1954-55 Pool Account—Wheat

Total Receipts

Total receipts of wheat in the 1954-55 Pool were 483,109,409.6 bushels.* This total included 318,439,061.2 bushels delivered by producers from August 1, 1954 to July 31, 1955 and an additional 614,837.1 bushels acquired by the Board from other than producers, as well as 164,055,511.3 bushels of priced open sales contracts and unsold stocks transferred from the 1953-54 Pool to the 1954-55 Pool as at April 29, 1955.

Disposition of Stocks

The final disposition of stocks in the 1954-55 Pool, including completed sales and weight losses in transit and drying, along with stocks transferred from the 1954-55 Pool to the 1955-56 Pool as at May 4, 1956 is shown in the following table:

Sales	Bushels
Domestic Sales	68,041,920.1
Export Sales on a Class II basis	184,955,914.5
Export Sales under terms of the International Wheat Agreement	68,622,226.9
Weight losses in transit and drying	108,016.8
Total disposition	321,728,078.3
Transfer to the 1955-56 Pool Account—Wheat	161,381,331.3
	483,109,409.6

Domestic sales applicable to the 1954-55 Pool were 68,041,920.1 bushels. Export sales on a Class II basis were 184,955,914.5 bushels, while export sales for registration under the provisions of the revised International Wheat Agreement amounted to 68,622,226.9 bushels. Completed sales to all markets (including weight losses) applicable to the 1954-55 Pool were 321,728,078.3 bushels. Priced open sales contracts and unsold stocks in the Pool as at May 4, 1956 were transferred to the 1955-56 Pool.

*Pool receipts were adjusted upward by 24,172.3 bushels as compared with those shown on Page 6 of the Annual Report of The Canadian Wheat Board for 1954-55.

Transfer of Remaining Stocks

Under provisions of Section 29 of the Canadian Wheat Board Act, the 1954-55 Pool was closed on May 4, 1956. As at that date priced open sales contracts and unsold stocks of wheat remaining in the Pool were transferred to the 1955-56 Pool. The transfer was authorized by Order in Council P.C. 1956-781, May 22, 1956.

The following table shows the principal grades of wheat transferred to the 1955-56 Pool as at May 4, 1956:

Grades (Including toughs)	Bushels
No. 1 Northern	1,301,889.7
No. 2 Northern	38,717,998.1
No. 3 Northern	42,176,883.2
No. 4 Northern	31,085,278.1
No. 5 Wheat	25,791,736.5
No. 6 Wheat	9,602,039.8
Feed Wheat	5,627,848.5
No. 3 Canada Western Garnet	2,638,952.7
Other Grades	4,438,704.7
Total	161,381,331.3

Total stocks transferred from the 1954-55 Pool to the 1955-56 Pool were 161,381,331.3 bushels. Of these stocks 112,004,122.1 bushels were covered by priced open sales contracts and were transferred to the 1955-56 Pool at contract prices. The remaining 49,377,209.2 bushels of unsold stocks (including unpriced open sales contracts) were transferred to the 1955-56 Pool at the Board's current market price on the date of the transfer, namely, $1.75 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver.

In transferring unsold stocks from the 1954-55 Pool to the 1955-56 Pool the Board made no allowance for subsequent carrying charges or market risk in pricing such unsold stocks. Provision for carrying charges subsequent to the date of transfer was made from funds allocated to the 1955-56 Pool under the Temporary Wheat Reserves Act and no allowance for market risk was considered necessary by the Board under current market conditions.

2. *1954-55 Pool Account—Wheat*

The following table shows the operating results of the 1954-55 Pool Account from August 1, 1954 to the closing date of the Pool, May 4, 1956:

1. Wheat acquired by the Board:	Bushels	
(a) Producers' deliveries, August 1, 1954 to July 31, 1955	318,439,061.2	
(b) Purchases from 1953-54 Pool Account—Wheat	164,055,511.3	
(c) Wheat otherwise acquired ①	614,837.1	
Total wheat acquired	483,109,409.6	
	(Value)	(Value)
2. Cost of wheat acquired		$672,007,789.01
3. Proceeds of Sales—August 1, 1954 to May 4, 1956	$515,841,692.50	
Sales value of stocks transferred to 1955-56 Pool Account as at May 4, 1956 ②	249,083,947.15	764,925,639.65
4. Gross surplus as at May 4, 1956		92,917,850.64
5. Operating costs—August 1, 1954 to May 4, 1956:		
(a) Carrying charges, including terminal storage	43,770,345.01	
Deduct: Carrying charges received under the Temporary Wheat Reserves Act	23,230,623.04	
	20,539,721.97	
(b) Net interest, exchange and bank charges	7,077,546.26	
(c) Additional freight (net)	316,963.84	
(d) Handling, stop-off and diversion charges	346,860.96	
(e) Drying charges	190,553.91	
(f) Administrative and general expenses	1,858,544.98	30,330,191.92
6. Surplus on operations of the Board on the 1954-55 Pool Account—Wheat, for the period August 1, 1954 to May 4, 1956		$ 62,587,658.72

①Net bushels acquired from the adjustment of overages and shortages, etc. at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②For details of transfer see Page 1.

3. Legislation

The Temporary Wheat Reserves Act, which was passed during the current session of Parliament, came into effect on March 7, 1956. The terms and purposes of the Act are set forth in Sections 3, 4 and 5 which are quoted herewith:

(3) Where, after the 31st day of July, 1955, the stocks of wheat of the Board exceed one hundred and seventy-eight million bushels at the commencement of a crop year, the Minister of Finance shall, out of the Consolidated Revenue Fund, pay to the Board for each day in that crop year an amount equal to the portion of the said stocks that exceeds one hundred and seventy-eight million bushels at the commencement of that crop year, multiplied by the carrying charge rate paid by the Board at the end of the immediately preceding crop year.

(4) The moneys payable to the Board by the Minister of Finance under this Act shall be paid as follows:

(a) in respect of the crop year commencing on the 1st day of August, 1955, one-half of the total amount payable for the crop year shall be paid on the first day of the month next following the month in which this Act comes into force and the balance shall be paid in equal monthly payments for the remainder of the crop year; and

(b) in respect of any subsequent crop year, the total amount payable for the crop year shall be paid in equal monthly payments within such crop year.

(5) The Board shall, as the Governor in Council on the recommendation of the Board directs, use moneys payable to it under this Act in payment of expenses incurred in connection with the operations of the Board attributable to wheat, and the Board shall adjust its accounts accordingly.

The Temporary Wheat Reserves Act continues in force until such time as the stocks of wheat held by the Board at the commencement of a crop year are not in excess of 178 million bushels.

4. Implementing of the Temporary Wheat Reserves Act

In each crop year during the effective period of the legislation, the Government of Canada will provide funds for carrying charge purposes to the extent that the quantity of wheat upon which the Board is paying carrying charges on August 1st of each crop year is in excess of 178 million bushels on the basis of the carrying charge rates in effect immediately prior to August 1st of each crop year.

The funds made available to the Board under the Temporary Wheat Reserves Act during the crop year 1955-56 affected the final operating position of the 1954-55 Pool Account. On August 1, 1955 the quantity of wheat upon which carrying charges were being paid by the Board amounted to 394,694,791.9 bushels. Under the Act the Government undertook to assume carrying charges for the crop year 1955-56 on the amount of wheat upon which the Board was paying carrying charges on August 1, 1955 in excess of the basic figure of 178,000,000 bushels. This excess for the crop year 1955-56 was 216,694,791.9 bushels. The relevant quantities were approved by Order in Council P.C. 1956-426, March 15, 1956. The rate of carrying charges payable by the Government of Canada in accordance with the Act was the carrying charge rate paid by the Board immediately prior to August 1, 1955, namely, .03970 cent per bushel per day. The funds receivable by the Board on the foregoing basis for the period from August 1, 1955 to July 31, 1956 were calculated at $31,486,186.65.

During the period from August 1, 1955 to July 31, 1956 the Board had under administration the remaining wheat stocks in the 1954-55 Pool and stocks of wheat delivered to the Board in the crop year 1955-56. Therefore a determination had to be made of the basis upon which these funds would be allocated between the 1954-55 Pool Account and the 1955-56 Pool Account.

Since wheat stocks in the 1954-55 Pool remained in excess of 216,694,791.9 bushels from August 1, 1955 until March 15, 1956, all funds accrued under the Temporary Wheat Reserves Act were applied to the 1954-55 Pool Account between these dates. From March 15th to the date of the closing of the 1954-55 Pool Account, funds were allocated to the 1954-55 Pool on the basis of its average wheat stocks for this period in relation to the total stocks of wheat upon which carrying charges were being paid under the Act. The balance of funds accruing from May 5, 1956 to July 31, 1956 are allocated to the 1955-56 Pool Account.

The Board recommended and Governor in Council approved (Order in Council P.C. 1956-765, May 17, 1956) of the following allocation of these funds between the two operating Pool Accounts:

1954-55 Pool Account—Wheat	$23,230,623.04
1955-56 Pool Account—Wheat	8,255,563.61
Total	$31,486,186.65

5. *Surplus for Distribution to Producers*

As shown in the preceding table of operating results, the surplus on the operations of the Board on the 1954-55 Pool Account for Wheat as at May 4, 1956 was $62,587,658.72, before providing for an interim payment on certain grades authorized by Order in Council P.C. 1956-222, February 9, 1956.

The interim payment applied in varying amounts to the top grades of wheat delivered to the 1954-55 Pool. For grades from No. 1 Northern to No. 4 Northern the interim payment was 10c per bushel; for No. 1 to No. 4 C.W. Amber Durum the interim payment was 25c per bushel; while payment on most Garnet grades of wheat was 5c per bushel. The principal lower grades of wheat upon which no interim payment was made were No. 5, No. 6 and Feed Wheat. Interim payment cheques were mailed to producers during the last half of February, 1956 and involved the distribution of $22,261,003.14. This sum became a liability of the 1954-55 Pool.

After allowing for the interim payment, the Prairie Farm Assistance Act levy on the interim and final payments, the cost of issuing the final payment, and after adding estimated interest earnings subsequent to May 4, 1956, the final net surplus for distribution to producers was $39,679,620.35 as shown in the following table:

Surplus on operations of the Board as at May 4, 1956		$62,587,658.72
Deduct: Interim payment		22,261,003.14
		40,326,655.58
Deduct: Prairie Farm Assistance Act levy	$625,662.86	
Cost of issuing final payment	161,410.82	787,073.68
		39,539,581.90
Add: Estimated additional interest accruing from May 4, 1956 to date of distribution		140,038.45
Balance for final distribution to producers		$39,679,620.35

As shown by the above table, the final surplus for distribution to producers was $39,679,620.35. On producers' deliveries of 318,439,061.2 bushels the final payment averaged 12.4607c per bushel. The distribution of final payment cheques to producers, which was authorized by Order in Council P.C. 1956-782, May 22, 1956, commenced on May 22nd for completion in early June.

6. *Comments on the 1954-55 Pool Account—Wheat*

Total operating costs incurred by the Board in the period August 1, 1954 to May 4, 1956 applicable to the 1954-55 Pool were $30,330,191.92 after making provision for funds paid to the Board by the Government of Canada under the Temporary Wheat Reserves Act. Operating costs consisted of the following:

(a) *Carrying Charges—$20,539,721.97*

Total carrying charges incurred by the Board, including storage and interest charges on grain carried in country elevators and storage charges on grain held in terminal and mill positions, were $43,770,345.01. This represented an average of 13.7453c per bushel on producers' marketings of 318,439,061.2 bushels. Of the total funds received from the Government of Canada under the Temporary Wheat Reserves Act the sum of $23,230,623.04 was allocated to the 1954-55 Wheat Account, or an average of 7.2951c per bushel. This reduced actual carrying charges paid by the Board for producers' account to an average of 6.4502c per bushel.

(b) *Net Interest, Exchange and Bank Charges—$7,077,546.26*

This item comprises principally sums paid to banks, Board agents and mills on loans and provisional advances on Board grain.

(c) *Additional Freight (Net)—$316,963.84*

This item consists chiefly of additional freight paid on wheat shipped from Saskatchewan stations to the Pacific Coast against the Fort William/Port Arthur freight differential and on low grade wheat shipped from Alberta stations to the Lakehead. The item also includes freight credits on wheat shipped to Churchill.

(d) *Handling, Stop-off and Diversion Charges—$346,860.96*

These charges were incurred in shipping wheat to interior terminals for storage and in diverting wheat for shipment to Churchill and Prince Rupert.

(e) *Drying Charges—$190,553.91*

This covers the cost of drying of Board grain.

(f) *Administrative and General Expenses—$1,858,544.98*

Administrative and general expenses of the Board applicable to the 1954-55 Pool Account amounted to .583 cent per bushel on handlings of 319,053,898.3 bushels.

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7. *Realized Prices*

Red Spring Wheat Grades

The following table shows initial payments, interim payments, final payments and total prices realized by producers for the principal grades of red spring wheat delivered to the Board for 1954-55 account basis in store Fort William/Port Arthur or Vancouver, after deduction of net operating costs, including carrying charges, interest and administrative expenses:

	Initial* Payment	Interim* Payment	Final* Payment	Realized* Price
	(dollars per bushel)			
No. 1 Northern	1.40	.10	.15066	1.65066
No. 2 Northern	1.36	.10	.15397	1.61397
No. 3 Northern	1.34	.10	.12387	1.56387
No. 4 Northern	1.26	.10	.11657	1.47657
No. 5 Wheat	1.12	.....	.06619	1.18619
No. 6 Wheat	1.06	.....	.08619	1.14619

*Prices and payments prior to deduction for Prairie Farm Assistance Act levy.

Amber Durum Grades

Throughout the 1954-55 Pool selling period demand continued strong for the milling grades of Amber Durum Wheat and to a lesser extent for grades not normally considered suitable for milling purposes. As a result of this demand the Board was able to dispose of this variety of wheat at substantial premiums over corresponding Northern grades of wheat. ①

The following table summarizes initial payments, interim payments, final payments and total prices realized by producers for the principal grades of Amber Durum Wheat delivered to the Board for 1954-55 Account basis in store Fort William/Port Arthur or Vancouver, after deduction of net operating costs:

	Initial* Payment	Interim* Payment	Final* Payment	Realized* Price
	(dollars per bushel)			
No. 1 Amber Durum	1.50	.25	.59498	2.34498
No. 2 Amber Durum	1.47	.25	.59498	2.31498
No. 3 Amber Durum	1.40	.25	.62998	2.27998
No. 4 Amber Durum	1.36	.25	.49498	2.10498
No. 5 Amber Durum	1.22	.10	.31498	1.63498
No. 6 Amber Durum	1.16	.10	.32498	1.58498

*Prices and payments prior to deduction for Prairie Farm Assistance Act levy.

①During the selling period of the 1954-55 Pool the Board sold Amber Durum Wheat for export under the terms of the International Wheat Agreement, for export on a Class II basis, and for domestic use. Throughout the Pool period Board selling prices for Amber Durum Wheat sold under the International Wheat Agreement were at the maximum prices provided under the Agreement. Higher prices prevailed for Amber Durum Wheat sold on a Class II basis. By authority of Order in Council P.C. 1954-1067, July 13, 1954 and Order in Council P.C. 1955-855, June 8, 1955, the Board was authorized to sell Durum grades on the domestic market at a premium over the selling prices for these grades under the International Wheat Agreement.

8. *Board Quoted Prices—1954-55 Pool*

Board asking prices for wheat (except Durums) were the same for domestic use, for registration under the terms of the International Wheat Agreement and for sales effected on a Class II basis throughout the period from May, 1955 to May, 1956. The following table shows monthly average Board quotations for wheat basis No. 1 Northern in store for this period:

	Monthly Average Asking Prices		
	Ft. Wm./Pt. Ar.	Vancouver	Churchill
	(dollars per bushel)		
May, 1955	1.76	1.76	1.86
June	1.76	1.76	1.86
July	1.76	1.76	1.86
August	1.76	1.76	1.86
September	1.75	1.75	1.85
October	1.71¾	1.71⅝	1.80⅞ ①
November	1.72⅞	1.72⅞	—
December	1.72	1.72⅞	1.82⅝ ②
January, 1956	1.72⅛	1.72¾	1.83⅛
February	1.73⅜	1.72¾	1.84⅜
March	1.75⅝	1.72¾	1.86⅝
April	1.75⅛	1.73⅜	1.86⅛
May 1-4	1.75	1.75	1.86

①Churchill quotations discontinued October 17, 1955.

②Churchill quotations resumed December 20, 1955.

Throughout the selling period of the 1954-55 Pool, Board wheat quotations for No. 1 Northern Wheat were relatively stable. For the month of May, 1955 Board quotations basis No. 1 Northern Wheat in store Fort William/Port Arthur averaged $1.76 per bushel and monthly average prices basis this grade continued at or close to the same level to the end of September, 1955. They then declined to a low monthly average of $1.71¾ per bushel in October, 1955. From that time they followed a generally upward trend to the end of the marketing period of the Pool, fluctuating around the level of $1.75 per bushel in the months of March, April and May, 1956.

Board prices basis No. 1 Northern Wheat in store Vancouver followed similar trends. Commencing with an average of $1.76 per bushel for May, 1955 Board quotations for this grade in store Vancouver declined to a low monthly average of $1.71⅝ in October, 1955 and then increased gradually from that month to $1.75 per bushel in the latter part of the Pool selling period in May, 1956.

Quotations for No. 1 Northern Wheat in store Churchill averaged $1.86 per bushel in May, 1955 and continued close to that level through the summer months to September, 1955. They then declined to an average of $1.80⅞ per bushel for the first half of the month of October. Churchill quotations for the 1955 navigation season were discontinued on October 17, 1955. Commencing December 20, 1955 Churchill prices for wheat offered for shipment in the 1956 navigation season were quoted. Board quotations varied from an average of $1.82⅝ per bushel for the latter part of December, 1955 to a high average of $1.86⅝ per bushel in March, 1956 and remained close to this level into May, 1956.

In the period from August, 1955 to February, 1956 the selling discounts for most grades of spring wheat in relation to the selling price for No. 1 Northern Wheat were increased on various occasions. The trend toward wider selling discounts was particularly marked in the case of feeding grades, reflecting the large volume of these grades in the 1954-55 Pool. From March, 1956 to the end of the Pool period in May, however, there was some narrowing of selling discounts for most grades under the price of No. 1 Northern.

These trends are illustrated in the following table showing the selling discounts at which principal grades were quoted under the price of No. 1 Northern Wheat basis in store Fort William/Port Arthur on selected dates during the pool period:

	August 2 1955	November 4 1955	February 1 1956	May 4 1956
	(cents per bushel under No. 1 Northern)			
No. 2 Northern	3	4	4	3
No. 3 Northern	5	9	10	13
No. 4 Northern	10	16	19	17
No. 5 Wheat	27	44 5/8	48 3/4	37
No. 6 Wheat	29	51 5/8	52 3/4	41
Feed Wheat	32	58 5/8	56 3/4	45

The Board policy with respect to selling discounts for grades other than No. 1 Northern reflected changing conditions of demand in relation to Board holdings of different grades, and constituted an important phase of adjustment of prices to the market.

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9. Exports

Exports of Canadian wheat and flour are shown in the following table for the first nine months of the crop year 1955-56 with comparative figures for the corresponding period of the previous crop year: ①

	Crop Year 1955-56	Crop Year 1954-55
	(million bushels)	
August	23.2	19.2
September	19.0	29.7
October	17.6	25.0
November	20.0	23.6
December	13.8	19.5
January	22.3	18.0
February	21.0	17.4
March	20.9	20.5
April	33.6	17.7
	191.4	190.6

For the period from August, 1955 to April, 1956 exports of wheat and flour amounted to 191.4 million bushels as compared with 190.6 million bushels for the corresponding period of the previous crop year. For the four-month period from January to April, 1956 exports showed a marked increase over those of the first four months of 1955, reflecting a sharp increase in demand for shipments of wheat in the early months of 1956.

10. General Comments

The Annual Report of The Canadian Wheat Board for 1954-55 contained detailed information in regard to market conditions for that crop year. Some comment should now be directed to market conditions which prevailed from August 1, 1955 until the closing of the 1954-55 Pool Account—Wheat on May 4, 1956. During the foregoing period, 1955 wheat production throughout the world was a factor. For the third successive year Europe produced very large wheat crops and these new supplies had the effect of lowering import demand during the early part of 1955-56. Wheat production in 1955 in Asia was also at a high level. In North America Canadian wheat production was substantially higher than in 1954 and this increase more than offset the moderate decrease in wheat production in the United States. Australian wheat production was considerably larger than in 1954-55. In late autumn unfavourable crop news from the Argentine became a market factor. Later it turned out that the Argentine wheat crop, which is normally harvested in December-January, was about 100 million bushels less than in the preceding year and such as to sharply curtail wheat shipments from the Argentine for a year at least. This Argentine development was followed by news of an extremely cold winter in Western Europe which caused serious crop damage in France and lesser damage in other Western European countries. These two factors combined with limited reserve wheat stocks in Europe had the effect of increasing current and forward buying of wheat in the early part of 1956.

The United States wheat disposal programme continued on an accelerated scale as a disturbing market factor in 1955-56 and restricted Board sales in important markets.

The crop year 1955-56 divided itself into two well-defined periods as far as Board sales of wheat were concerned. During the August-November period sales were on a moderate scale and disappointing in volume. During these months wheat exports were considerably lower than in the same period in the previous crop year.

The period from December through March represented a reversal in market conditions and brought an intensive demand for Canadian wheat. Buying by importing countries was not confined to current requirements but also included substantial forward commitments. This was in marked contrast to the earlier period when buying had been largely on a hand to mouth basis.

①SOURCE: Board of Grain Commissioners for Canada. Includes Ontario Winter Wheat. Figures for 1955-56 subject to revision.

During the December-March period demand for Canadian wheat was broadly based. Traditional customers purchased large quantities of milling and low grade wheat for both prompt and deferred shipment. In addition countries in Eastern Europe entered the Canadian market for wheat. The Canadian Government facilitated credit arrangements applicable to Poland, Czechoslovakia and Hungary which resulted in substantial sales to these countries. East Germany also purchased wheat and on February 29th a general trade agreement was negotiated between Canada and the U.S.S.R. Under this agreement the U.S.S.R. undertook to purchase between 400,000 and 500,000 tons of wheat in the first year of the agreement and a total of 1,200,000 tons to 1,500,000 tons during the three years of the agreement. Sales of wheat by the Board during the winter months resulted in an improvement in exports in the first four months of 1956 and ensured a large export movement of Canadian wheat to the end of the crop year.

The 1954-55 Wheat Pool contained 106 million bushels of No. 5, No. 6 and Feed Wheat, including a small volume transferred from the 1953-54 Pool. When the Pool was closed on May 4th, 41 million bushels of these grades were transferred to the 1955-56 Pool Account. Of these 41 million bushels, 30 million bushels consisted of priced open sales contracts.

In order to take advantage of markets which eventually developed in several countries for low grade wheat and to ensure sales in volume to clear stocks from terminal positions, it was necessary for the Board to make its prices fully competitive with prices for similar quality wheats being offered by other exporting countries and to a degree with other competitive feed grains. This action in widening selling spreads for lower grades was reflected in the final returns for these grades in the 1954-55 Pool Account.

11. Statement of Operations and Auditors' Report

Exhibit I following herewith is the final Statement of Operations for the 1954-55 Pool Account—Wheat, covering the period from August 1, 1954 to May 4, 1956. This statement is preceded by the Auditors' Report.

All of which is respectfully submitted.

GEO. McIVOR,
Chief Commissioner

W. C. McNAMARA,
Assistant Chief Commissioner

W. RIDDEL,
Commissioner

W. E. ROBERTSON,
Commissioner

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

To The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Statement of Operations of The Canadian Wheat Board dated 25th May 1956 which sets forth the results of the Board's operations on 1954-55 Pool Account—Wheat for the period from 1st August 1954 to 4th May 1956 and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion the accompanying Statement of Operations is properly drawn up so as to exhibit a true and correct view of the results of the operations of The Canadian Wheat Board on 1954-55 Pool Account—Wheat for the period from 1st August 1954 to 4th May 1956 according to the best of our information, the explanations given to us, and as shown by the books of the Board.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
25th May 1956.

THE CANAD
1954-55 P
STATEMENT
For the period 1st Au

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board prices basis in store Fort William/Port Arthur or Vancouver

Purchased from 1953-54 Pool Account—Wheat

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Sales to the 1955-56 Pool Account—Wheat

Weight losses in transit and in drying

Surplus on wheat transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators

Storage on wheat stored in terminal elevators and mills

Less: Carrying charges received under the Temporary Wheat Reserves Act

Net interest, exchange and bank charges

Net additional freight on wheat shipped from country stations to terminal positions

Handling, stop-off and diversion charges on wheat warehoused at interior terminals

Drying charges

Administrative and general expenses to 4th May 1956

Surplus on operations of the Board on the 1954-55 Pool Account—Wheat, for the period 1st August 1954 to 4th May 1956

GEO. MCIVOR, *Chief Commissioner*

W. C. MCNAMARA, *Assistant Chief Commissioner*

W. RIDDEL, *Commissioner*

W. E. ROBERTS *Commissione*

Exhibit I

AT BOARD
unt - Wheat
RATIONS
to 4th May 1956

	Bushels	Amount	
,061.2		$397,766,861.09	
,837.1		796,111.11	
,511.3	483,109,409.6	273,444,816.81	$672,007,789.01
,920.1			
,914.5			
,226.9			
,331.3			
,016.8	483,109,409.6		764,925,639.65
			92,917,850.64
		$31,414,619.14	
		12,355,725.87	
		43,770,345.01	
		23,230,623.04	
		20,539,721.97	
		7,077,546.26	
		316,963.84	
		346,860.96	
		190,553.91	
		1,858,544.98	30,330,191.92
			$ 62,587,658.72

This is the Statement of Operations which is referred to in our report of this date attached hereto.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

peg, Manitoba,
May 1956.

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REPORT

of

The Canadian Wheat Board

CROP YEAR
1955-1956

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of

The Canadian Wheat Board

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CROP YEAR
1955-1956

Report of The Canadian Wheat Board

Crop Year 1955-1956

The RIGHT HONOURABLE C. D. HOWE,
Minister of Trade and Commerce,
Ottawa, Canada.

Sir:

We beg to submit herewith the Annual Report of The Canadian Wheat Board for the crop year ended July 31, 1956, as required by the Canadian Wheat Board Act.

PART I

1. General Comment—Crop Year 1955-56

World wheat supplies in 1955-56 were ample for all needs. The principal supply originated with 1955 production throughout the world and this production was supplemented by substantial inward carryovers in the principal exporting countries. World wheat production in 1955 was somewhat larger than in 1954 and approximated the generous levels of 1953.

European production was higher than in 1954. Particularly large wheat crops were harvested in Austria, Belgium, France, West Germany and Italy. Wheat production was sharply lower in Spain, Portugal and Sweden, and moderately smaller in the United Kingdom and The Netherlands.

Production was fully maintained in Asia, with Turkey and India harvesting particularly good crops. In Africa wheat production was somewhat smaller than in the previous crop year, except in the Union of South Africa where better yields were harvested.

Wheat production in the four chief exporting countries was slightly larger than in 1954, smaller harvests in the Argentine and the United States being more than offset by increased production in Canada and Australia. Canada harvested 494 million bushels as compared with 309 million bushels in 1954. Largely due to a substantial reduction in harvested wheat acreage, the United States produced 937 million bushels of wheat as compared with 985 million bushels in the previous crop year. Australian production was 196 million bushels as compared with 169 million bushels in 1954. In 1955 the wheat crop of the Argentine was estimated at 193 million bushels as compared with 283 million bushels in the previous crop year.

International trade in wheat was limited in the early months of the crop year but commencing in early November demand improved. A new incentive for buying was provided when reliable estimates indicated a short crop in the Argentine. Early in 1956 the international wheat position was further strengthened by demand for Canadian wheat by countries in Eastern Europe and by severe winter weather in Western Europe which caused damage to winter wheat crops for harvest in 1956. All these factors combined to produce not only an immediate demand for wheat in Europe but also brought about a considerable volume of forward buying.

During the crop year 1955-56 Canadian wheat exports (including flour) amounted to 309 million bushels as compared with 252 million bushels in the previous crop year. Exports from the United States were 344 million bushels as compared with 274 million bushels in 1954-55. Australian exports increased to 106 million bushels from 86 million bushels in the previous crop year. Exports from the Argentine were 106 million bushels as compared with 133 million bushels in 1954-55.

Western Europe and Eastern Europe combined, purchased more overseas wheat than in the previous crop year. It is noteworthy that this increase in European buying accrued substantially to Canada as sales to Western Europe increased and new markets were obtained in Eastern Europe.

The United States wheat disposal programme gathered momentum and added to the volume of "non-commercial" distribution during the crop year under review.

On the basis of prevailing estimates, world trade in wheat amounted to 1,020 million bushels in 1955-56 as compared with 943 million bushels in the previous crop year. The four major wheat exporting countries provided a larger share of import requirements as a result of smaller exports from France, Turkey and Sweden.

2. Canadian Crop Development and Supplies

The total acreage seeded to wheat, oats and barley in Canada in 1955 was 42,617,000 acres as compared with 42,284,000 acres seeded to these grains in 1954. The combined acreage seeded to these three grains in the prairie provinces in 1955 was 38,238,000 acres as compared with 37,720,000 acres in the previous year.

For the third successive year the acreage seeded to wheat by prairie producers was reduced. Prairie wheat plantings were 20,812,000 acres, representing a decline of more than two and one-half million acres from the 23,437,000 acres seeded to wheat in 1954. At the same time there occurred a marked increase in the total acreage seeded to coarse grains. The prairie oats acreage was 7,788,000 acres in 1955; more than one million acres greater than the 6,715,000 acres seeded to oats in the previous year. Total barley acreage was 9,638,000 acres; an increase of well over two million acres from the 7,568,000 acres seeded to this grain in 1954.

Abnormally wet weather delayed prairie seeding operations in the spring months of 1955. Seeding was general in Manitoba by mid-May but was not general in large areas of Saskatchewan and Alberta until early June. Continued flooding in widely scattered areas of the prairies brought about a reduction in the total land area that would otherwise have been seeded to wheat.

A cool, moist spring retarded crop development in its early stages but warm, dry weather in late June hastened growth. Rainfall in early July and throughout the latter part of the growing season was adequate for the full development of growing and maturing crops. Some rust occurred but only limited damage was sustained.

Harvesting operations were under way in Manitoba by mid-August and progressed rapidly in most areas during September. Harvesting was interrupted by rainfall in late September, particularly in Alberta. The final outturn of the 1955 crop in the prairie provinces was well above average and graded well.

The following table shows estimated grain production in the prairie provinces for the five-year period from 1946 to 1950, for the three-year period from 1951 to 1953 and for 1954 and 1955:

	Average Production 1946 to 1950	Average Production 1951 to 1953	Production 1954	Production 1955
	(million bushels)			
Wheat	370	597	282	472
Oats	221	321	196	290
Barley	135	255	167	244
Rye	13	22	12	13
Flaxseed	9	10	11	19
TOTAL	748	1,205	668	1,038

The prairie provinces produced an estimated 472 million bushels of wheat in 1955 as compared with 282 million bushels the previous year. Total Canadian wheat production was 494 million bushels. The prairies also harvested 290 million bushels of oats as compared with 196 million bushels in 1954. For all Canada, production of oats amounted to 408 million bushels. The prairie barley crop totalled 244 million bushels as compared with 167 million bushels the previous year. Canadian barley production was 252 million bushels.

In addition to quantities of grain available from the 1955 crop, total Canadian commercial supplies of wheat, oats and barley for the crop year 1955-56 also included commercial carryover from the previous year (grain in country and terminal elevators, mills and in transit, but excluding stocks on farms). The following table indicates the inward commercial carryover of wheat, oats and barley in Canada as at August 1, 1955, with comparable figures for the corresponding date of the previous years:

	August 1 1953	August 1 1954	August 1 1955
	(million bushels)		
Wheat	289.5	386.8	398.9
Oats	53.7	28.5	30.6
Barley	73.4	49.1	49.2

3. Legislation

No amendments to the Canadian Wheat Board Act were passed by Parliament in the 1955-56 Session.

Parliament, however, passed two Acts which related to the marketing of western grain. These

were (1) The Prairie Grain Producers' Interim Financing Act; (2) The Temporary Wheat Reserves Act.

The Prairie Grain Producers' Interim Financing Act, 1956, facilitated loans to prairie grain producers against the security of grain on hand. Under the provisions of this Act lending banks were given certain guarantees in respect to the re-payment of such loans.

The Temporary Wheat Reserves Act became effective on March 7, 1956. The terms and purpose of the Act are set forth in Sections 3, 4 and 5 which are quoted herewith:

(3) Where, after the 31st day of July, 1955, the stocks of wheat of the Board exceed one hundred and seventy-eight million bushels at the commencement of a crop year, the Minister of Finance shall, out of the Consolidated Revenue Fund, pay to the Board for each day in that crop year an amount equal to the portion of the said stocks that exceeds one hundred and seventy-eight million bushels at the commencement of that crop year, multiplied by the carrying charge rate paid by the Board at the end of the immediately preceding crop year.

(4) The moneys payable to the Board by the Minister of Finance under this Act shall be paid as follows:

(a) in respect of the crop year commencing on the 1st day of August, 1955, one-half of the total amount payable for the crop year shall be paid on the first day of the month next following the month in which this Act comes into force and the balance shall be paid in equal monthly payments for the remainder of the crop year; and

(b) in respect of any subsequent crop year, the total amount payable for the crop year shall be paid in equal monthly payments within such crop year.

(5) The Board shall, as the Governor in Council on the recommendation of the Board directs, use moneys payable to it under this Act in payment of expenses incurred in connection with the operations of the Board attributable to wheat, and the Board shall adjust its accounts accordingly.

4. Transportation

While the farm carryover of all grains on July 31, 1955 was over 200 million bushels lower than on the corresponding date of the previous year, the commercial carryover of all grains in storage facilities throughout Canada on July 31, 1955 was the largest on record. Since 1955-56 commenced with storage facilities well filled, producers' deliveries throughout the crop year depended upon the movement of grain out of country elevators to forward positions which, in turn, was a reflection of the extent of export and domestic demand.

As in the previous crop year, one of the principal considerations in transportation policy was the movement out of country elevators of grades and kinds of grain required to meet market requirements. A high degree of selective shipping was necessary to take advantage of market opportunities as they presented themselves and to make the most effective use of available storage capacity under the circumstances which existed.

The following table shows primary receipts from producers and principal movements of western grain in 1955-56 as compared with those of the previous crop year:

	1954-55	1955-56
	(million bushels)	
Primary receipts from producers	524	567
Shipments from country elevators and platform loadings	515	535
Receipts at Pacific Coast ports	102	118
Receipts at Fort William/Port Arthur	326	334
Shipments from Fort William/Port Arthur (lake and rail)	332	346

Receipts from producers in 1955-56 were 567 million bushels as compared with 524 million bushels in the previous crop year. As shown in the above table the movement of grain to Pacific Coast ports and to Fort William/Port Arthur and from Fort William/Port Arthur to Eastern Canadian and United States destinations was larger than in the previous crop year. It was this larger internal movement of grain which sustained the improved position attained in 1955-56.

During the crop year transportation problems were acute at various times. The principal problem arose from the slowness of export demand in the first three months of the crop year. During this period elevator facilities were seriously congested, resulting in a limitation of the volume of transportation which could be utilized in the movement of grain at that time. Export demand improved rather suddenly and transportation organizations were called upon for a corresponding adjustment in shipping programmes. In making this adjustment the railways faced the problem of making more equipment available for the grain movement in the prairie provinces at a time of heavy demand for other commodities, and sustaining this movement throughout the winter months and until the end of the crop year. The position was handicapped by severe winter weather and complicated by the shipping policy which the Board of necessity had to implement in the movement of grain from country elevators. Adequate transportation was not provided for all

stations, but in spite of intervening problems and a lag in shipments from some areas within the prairie provinces, the over-all transportation results attained in 1955-56 were impressive.

The Board wishes once again to express appreciation for the co-operation received from the Transport Controller, the railways, the lake boat operators and the Board of Grain Commissioners for Canada through the crop year under review.

5. Delivery Quotas

The main features of the delivery quota policy for 1955-56 were announced on July 19, 1955. An initial delivery quota of 100 units was to be effective at local delivery stations as announced by the Board. As in the preceding year, a unit consisted of three bushels of wheat, or five bushels of barley or rye or eight bushels of oats. The initial quota was to be followed at a later stage by a general delivery quota based upon specified acreage, a term referring to each permit holder's acreage seeded to wheat (except Durum), oats, barley or rye, plus acreage in summerfallow. As in the previous crop year deliveries of Durum grades of wheat and flaxseed were not subject to quota control.

On July 31, 1955 some producers had not completed their deliveries under the final eight-bushel general quota established for the crop year 1954-55. Consequently, on August 9, 1955 the Board announced that the eight-bushel general quota would be extended but deliveries would be for the account of the 1955-56 Pool. Eight-bushel general quotas at individual stations expired and initial quotas for 1955-56 became effective only after the Board was reasonably sure that deliveries under the eight-bushel general quota had been largely completed.

The first initial unit quotas became effective on August 11, 1955 and by September 2, 1955 the 1955-56 initial delivery quota was established at all delivery points in the designated area. It was arranged that producers still having old crop grain to deliver under the extended eight-bushel general quota could then apply to the Board for special permits to enable them to complete their deliveries under this quota.

When local elevator space became sufficient to take care of initial unit quotas and when some space had been created for additional deliveries the Board established general delivery quotas. The first general delivery quotas were established on October 14th and general quotas continued to be established as fast as country elevator space would permit. By the end of the calendar year, approximately two-thirds of all delivery points in the West had a general quota of one, two or three bushels per specified acre.

Effective on February 10, 1956 the first four-bushel quotas were announced and on March 29th a number of stations moved to a five-bushel quota. During the next four months, with the opening of navigation on the Great Lakes and a strong outward movement of grain from country elevators, quotas were increased generally at a more rapid pace; a six-bushel quota was introduced at some stations on May 11th, the first seven-bushel quotas became effective on June 15th and an eight-bushel quota was announced for July 6th. At the end of the crop year on July 31st, delivery quotas varied between five bushels per specified acre and a maximum of eight bushels per specified acre.

There were two major factors beyond the control of the Board which contributed to the position of quota inequality among delivery stations at the end of the crop year. Inequality resulted in part from an inadequacy of transportation at some stations at various times in the year. The problem was aggravated by the necessity of a selective movement throughout 1955-56 of specific types and grades of grain in order to supply the immediate requirements of the market at all times, thereby ensuring a maximum total sale of Board grain. With demand concentrated heavily upon certain types and grades of grain in excess of supplies readily available in terminal positions, the Board felt that the best interests of all producers would be served if grains which could be readily sold were moved forward promptly.

Within the framework of market requirements and availability of transportation, the Board made every effort to equalize quotas. Whenever it was possible to obtain the needed grains from lower-quota stations, the Board endeavoured to do so. Often this was not possible, however, either because of a lack of specific types and grades at individual stations or because of insufficient transportation at the right time. The extent of market selectivity in 1955-56 was large. For example, Durum grades of wheat were in demand throughout the crop year. Seasonal demands affected the movement of malting grades of barley. Low grade wheat was in demand from the latter part of the calendar year, 1955, through to the end of the crop year. Low grade wheat, feed oats and barley had to be moved in accordance with seasonal demands in both the domestic or export markets. The demand for flaxseed was continuous from harvest time to the end of the crop year. Throughout the crop year demands for specific Northern grades had to be met.

The Board provided that the 1955-56 delivery quotas would expire on July 31st. The reason for this decision was that elevator congestion was still general and the Board desired to continue its policy of shipping needed grains. At the same

time, however, the Board requested the railways to give preference to the filling of outstanding car orders at delivery points which ended the crop year with general quotas of five and six bushels per specified acre.

Delivery Quotas—Oats and Barley

At the start of the crop year the Board made customary provision for the over-quota delivery of one carlot of malting, pot or pearling barley on the basis of a sample accepted by the buyer and for which the producer was paid a premium. This provision was enlarged during the crop year. On December 1, 1955 a supplementary quota was established in Alberta providing for the delivery of 1,000 bushels of No. 3 C.W. Six-Row Barley. On February 21, 1956 the delivery by producers in Manitoba and Saskatchewan of a second carlot of barley suitable for malting, pot or pearling was authorized, and this provision was extended to all other areas on March 5th.

On June 11th a supplementary quota of 500 bushels of barley of any grade was established in Manitoba and Saskatchewan.

On December 1, 1955 the Board announced a supplementary quota effective in Manitoba and Saskatchewan of 1,000 bushels of oats grading Extra No. 1 Feed or higher and this provision was made general on February 29, 1956. On May 31, 1956 this supplementary quota was amended to include all grades of oats.

On January 11, 1956 a supplementary quota of three bushels of rye per seeded acre was established. This quota provided for a minimum delivery of 100 bushels of rye. On April 30th the foregoing supplementary quota on rye was increased to six bushels per seeded acre with a minimum delivery of 200 bushels.

The foregoing quotas and authorizations were in addition to the quantities of oats, barley and rye which producers might choose to market under the general quotas established during the crop year.

Provision for Seed Grain

The Board's policy to encourage the use of good seed by producers was continued through the crop year with special provision being made to assist producers in acquiring registered, certified and commercial seed.

General

Provisions for the delivery of oats, barley and rye, along with open quotas on Durum wheat and flaxseed, had the effect in many instances of increasing producers' marketings at delivery points at which lower general delivery quotas prevailed at the end of the crop year.

The following table indicates the number of stations at different quota levels as at July 31st:

Bushels per Specified Acre	Manitoba	Saskatchewan	Alberta
5	—	103	85
6	15	370	141
7	45	324	160
8	316	306	191
	376	1,103	577

6. Shipping Policy

In 1955-56 the Board continued to direct the shipping of grain from country elevators. Only by following a policy of selective shipping from country points was it possible for domestic and export commitments to be made in the volume in which they were met during the crop year. In directing the loading of grain from country points, the Board issued 16 major shipping instructions and additional secondary instructions during the crop year. These shipping instructions, generally, determined the preference under which kinds of grain or different grades of grain could be forwarded to mills or to terminal positions both east and west. The shipping instructions primarily called for the shipment of grain to meet market requirements at different stages of the crop year, but also from time to time were related to the implementing of delivery quotas in effect at country points. In 1955-56 the Board continued to assume responsibility for allocation of its shipping orders as between handling companies.

7. Handling Agreement

The terms of the 1954-55 Handling Agreement were continued in the 1955-56 Agreement negotiated with handling companies. Handling margins remained at 4½c per bushel on wheat and barley and 3½c per bushel on oats, while the storage rate continued at 1/35 of a cent per bushel per day. Diversion charges on grain shipped or diverted to interior mills, maltsters or other processors, as negotiated between the handling companies and the processors concerned, remained unchanged from the previous year. Diversion charges on grain shipped or diverted to interior government terminal elevators or to the Ports of Churchill and Prince Rupert were also unchanged.

8. 1955-56 Pool Account—Wheat

Policy

In accordance with the Canadian Wheat Board Act, 1935, as amended, the Board administered an annual Pool for wheat delivered to the Board between August 1, 1955 and July 31, 1956.

The fixed initial price for wheat for 1955-56 was $1.40 per bushel basis No. 1 Northern wheat in store Fort William/Port Arthur or Vancouver. This initial price was authorized by Order in Council P.C. 1955-855, June 8, 1955. Initial prices for grades of wheat other than No. 1 Northern were established by the Board and approved by Orders in Council.

Under Order in Council P.C. 1955-855, June 8, 1955 the Board was required to sell wheat, other than Durums, for domestic use at the same price as it sold wheat for registration under the revised International Wheat Agreement. In the case of Durum grades of wheat, the Board was authorized to sell these grades for domestic use at prices in excess of its selling prices under the International Wheat Agreement.

Board Receipts

The following table shows receipts of wheat from producers, by months, for the period from August 1, 1955 to July 31, 1956:

	Bushels
August, 1955	1,723,595.5
September	22,592,558.7
October	16,559,558.9
November	20,942,047.7
December	18,443,568.7
January, 1956	24,344,950.1
February	19,557,048.3
March	17,525,040.1
April	20,473,272.4
May	47,708,674.8
June	58,014,131.7
July	84,327,721.6
TOTAL	352,212,168.5

Board receipts from producers in 1955-56 amounted to 352.2 million bushels as compared with 318.5 million bushels in the previous crop year. In general, the monthly distribution of producers' deliveries to the Board reflected quota policies in effect. Deliveries to the Board were exceptionally large in the final three months of the crop year.

Grade Pattern

The following table shows receipts from producers, by principal grades, for the crop year 1955-56, along with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 1 Northern	13,080,451.7	3.7
No. 2 Northern	214,080,277.2	60.8
No. 3 Northern	65,473,026.4	18.6
No. 4 Northern	21,132,270.1	6.0
Nos. 1 to 4 Durum (including Extra 4 Durum)	13,970,019.5	4.0
Nos. 1 to 3 Garnet	514,519.3	.1
No. 5 Wheat	13,967,347.2	4.0
No. 6 Wheat	2,347,902.8	.7
Feed Wheat	725,399.3	.2
Other Grades	6,920,955.0	1.9
TOTAL	352,212,168.5	100.0

As shown by the above table, 60.8% of producers' deliveries to the Board graded No. 2 Northern, and 89.1% of marketings were within the grades from No. 1 Northern to No. 4 Northern. Receipts of No. 5, No. 6 and Feed Wheat were relatively small, accounting for only 4.9% of deliveries to the Board in 1955-56.

Total Wheat Stocks—1955-56 Pool

Total wheat stocks in the 1955-56 Pool were 514,357,370.5 bushels, consisting of 352,212,168.5 bushels received from producers, 763,870.7 bushels purchased from others than producers and 161,381,331.3 bushels transferred from the 1954-55 Pool to the 1955-56 Pool as at May 4, 1956.

1955-56 Pool Account—Wheat

The table following herewith shows the operating results of the 1955-56 Pool Account—Wheat. Some comment should be directed to the inventory valuation. The inventory of unsold wheat as at July 31, 1956 was 309,875,434.9 bushels. As in the preceding year, the inventory was valued at cost. The inventory consisted of receipts from producers and others for the account of the 1955-56 Pool and these stocks have been valued at initial prices basis $1.40 per bushel for No. 1 Northern in store Fort William/Port Arthur or Vancouver. This basis of inventory valuation is used in presenting the operating results of the 1955-56 Pool Account as at July 31, 1956, even though the Board asking prices for No. 1 Northern Wheat averaged $1.71½ per bushel basis in store Fort William/Port Arthur and $1.71¾ per bushel basis in store Vancouver for the period from August 1, 1956 to December 18, 1956. The transfer of 161,381,331.3 bushels from the 1954-55 Pool was sold prior to July 31, 1956 and, therefore, did not form any part of the Pool inventory as at July 31, 1956.

1955-56 Pool Account—Wheat

The following table shows the operating position of the 1955-56 Pool Account from August 1, 1955 to July 31, 1956:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries, August 1, 1955 to July 31, 1956	352,212,168.5	
(b) Purchases from the 1954-55 Pool Account—Wheat	161,381,331.3	
(c) Wheat otherwise acquired ①	763,870.7	
Total wheat acquired	514,357,370.5	
	(Value)	(Value)
2. Cost of wheat acquired		$719,986,155.24
3. Proceeds of sales and value of unsold stocks of wheat as at July 31, 1956:		
(a) (i) Completed sales at realized prices	$208,642,341.83	
(ii) Uncompleted sales at contract prices	120,276,608.63	
Total proceeds from sales	328,918,950.46	
(b) Value of unsold stocks of wheat stated at cost ②	411,275,026.69	740,193,977.15
4. Gross surplus as at July 31, 1956		20,207,821.91
5. Operating costs—August 1, 1955 to July 31, 1956:		
(a) Carrying charges on wheat stored in country elevators	15,556,996.48	
(b) Storage on wheat stored in terminal elevators	2,861,424.82	
(c) Net interest paid on Agency wheat stocks	1,208,807.30	
	19,627,228.60	
Less: Carrying charges received under the Temporary Wheat Reserves Act	8,255,563.61	
Net carrying charges paid	11,371,664.99	
(d) Bank interest and exchange, etc., less net inter-account interest	703,277.37	
(e) Additional freight (net)	164,165.86	
(f) Handling, stop-off and diversion charges	130,804.68	
(g) Drying charges	15,293.76	
(h) Administrative and general expenses	976,869.21	13,362,075.87
6. Surplus on operations of the Board on 1955-56 Pool Account—Wheat, as at 31st July 1956, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver		$ 6,845,746.04

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②See preceding paragraph for basis of inventory valuation.

Operating Costs—1955-56 Wheat Account

The Board operating costs applicable to the 1955-56 Pool amounted to $13,362,075.87 during the year ending July 31, 1956. Carrying charges on wheat stored in country and terminal elevators amounted to $19,627,228.60. This item was reduced by $8,255,563.61* received from the Government of Canada under the Temporary Wheat Reserves Act. Therefore, net carrying charges applicable to the Pool were $11,371,664.99. Interest and bank charges, less net inter-account interest, amounted to $703,277.37. Net additional freight on wheat shipped from country elevators to terminal positions was $164,165.86. These charges arose primarily in the movement of wheat to the Pacific Coast from stations in Western Saskatchewan from which there is a more favourable freight rate to Fort William/Port Arthur than to the Pacific Coast and in the movement of low grade wheat to the Lakehead from Alberta points. This item also reflects a credit of freight saved on wheat moved to Churchill. Handling, stop-off and diversion charges on wheat stored at interior terminals amounted to $130,804.68. Drying charges were $15,293.76. The Board's administrative and general expenses applicable to the 1955-56 Pool were $976,869.21 to July 31, 1956.

International Wheat Agreement

The crop year 1955-56 was the final year of operation of the 1953-56 International Wheat Agreement. Throughout the year there were 48 participating countries, including 44 importing countries and 4 exporting countries. The total guaranteed quantity was 394,958,139 bushels of wheat, or flour in wheat equivalent. Purchases and sales registered under the Agreement in 1955-56 amounted to 255,177,169 bushels, or 65% of the total guaranteed quantity.

Canada's guaranteed quantity for 1955-56 was 153,077,860 bushels. Total sales by Canada under the Agreement amounted to 75,820,401 bushels, or slightly less than 50% of this country's guaranteed quantity.

In the crop year Canada participated in a Wheat Conference called under the auspices of the United Nations for the purpose of negotiating a new International Wheat Agreement which would follow the expiry of the 1953-56 Agreement on July 31, 1956. From a series of meetings held in Geneva and London in October, 1955 and in February and April, 1956 there emerged a new International Wheat Agreement effective from August 1, 1956 to July 31, 1959.

The new Agreement commenced on August 1, 1956 with a maximum price of $2.00 per bushel and a minimum price of $1.50 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur, expressed in Canadian currency at the parity of the Canadian dollar determined for the purpose of the International Monetary Fund as at March 1, 1949. As at the date of this Report there were 48 participating countries, including 42 importing countries and 6 exporting countries. The United Kingdom, as in the case of the 1953-56 Agreement, was not a signatory country. Two other countries, Ceylon and Jordan, which were participants in the 1953-56 Agreement as importers, did not sign the new Agreement. Argentina and Sweden, which had not taken part in previous Agreements, are among the countries participating in the 1956-59 Agreement as exporters.

The total guaranteed quantity for all countries under the new Agreement is 293,618,987 bushels. Canada's share of this total is 99,739,074 bushels.

In 1955-56 the Board continued to represent the Government of Canada in the administration of the International Wheat Agreement.

Sales Policy—Wheat

The Board commenced the crop year 1955-56 with an inventory of 369.9 million bushels of wheat for the account of the 1954-55 Pool and to this large volume of wheat was added producers' deliveries from August 1, 1955 to July 31, 1956. These deliveries amounted to 352.3 million bushels; therefore during the crop year 1955-56 the Board had under administration 722.2 million bushels of wheat. The two Pool Accounts were administered concurrently until May 4, 1956 when the 1954-55 Pool was closed and remaining stocks in that Pool were transferred to the 1955-56 Pool. From August 1, 1955 to May 4, 1956 all sales, with minor exceptions, were applied to the 1954-55 Pool, and subsequent to this date sales were applied to the 1955-56 Pool.

In view of the large supplies of wheat under administration by the Board in 1955-56 the Board sought in its sales effort to secure maximum outlets for Canadian wheat. This effort was sustained throughout the crop year.

In the first three months of the crop year the results were not encouraging but in the fourth and ensuing months of the crop year international demand for Canadian wheat improved. The turning point in the marketing year came in November, 1955 when it became evident that the Argentine would have a small crop for harvest

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*See Supplementary Report of The Canadian Wheat Board for 1954-55, Page 3. Moneys paid to the Board under the Temporary Wheat Reserves Act from August 1, 1955 to July 31, 1956 were divided between the two operating Pool Accounts as follows:

1954-55 Pool Account—Wheat	$23,230,623.04
1955-56 Pool Account—Wheat	8,255,563.61
Total	$31,486,186.65

at the end of the calendar year. This caused more interest in Canadian wheat on the part of many importing countries. Shortly after the turn of the year the severe winter weather in Europe damaged winter wheat crops over wide areas, again causing a revived interest in imported wheat for immediate and future requirements. At the same time areas of actual shortage revealed themselves; particularly in Eastern Europe these factors in combination caused a buoyant demand for wheat from the late fall through until the spring of 1956, and further sales were added during the last few months of the crop year. This was the general pattern of the crop year 1955-56 from the standpoint of the merchandising of Canadian wheat. It must be emphasized that apart from the reduction in the supplies of Argentine wheat intensive competition prevailed throughout the crop year, particularly as between Canada, the United States, Australia and other smaller suppliers.

In approaching the marketing problem for 1955-56 the Board continued the policies which had been established earlier under conditions of world surplus. These policies dealt, in the main, with the pricing of Canadian wheat.

The policy whereby a buyer could purchase Board wheat either at its daily quoted selling prices or on a deferred price basis was continued; under the latter arrangement a buyer had the right to declare the final price up to eight market days after the date of call on shipment from St. Lawrence or Atlantic ports, and from fifteen to twenty-two market days from date of loading from Pacific Coast ports, depending on the destination of the shipment. A similar policy was applied to Churchill, the buyer having the right to declare the final price up to nine market days after the date of call. If the deferred price basis was selected by the buyer, provision was made for an accounting price to be established at the time of sale, but this price could be adjusted finally within the time limits provided for each shipping range.

The Board continued its policy of quoting separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. This policy was designed to give greater flexibility in Board pricing and had for its objective the making of Board wheat competitive in overseas markets irrespective of the port of shipment.

During the crop year only minor variations occurred in Board quotations for wheat prices in store the Lakehead and basis in store the Pacific Coast. During the period from February 23, 1956 to April 25, 1956 the Board's quoted prices for No. 1 Northern Wheat basis in store the Lakehead ranged from two to three cents per bushel higher than the Board's quotations for the same grade of wheat basis in store Pacific Coast ports. Board quotations for wheat for shipment from Churchill were at a substantial premium over its quoted prices for wheat basis Fort William/Port Arthur.

The pricing policy in 1955-56 can be described in two categories. In the first place the selling prices for the basic grade of No. 1 Northern Wheat should be described. In doing so it should be noted that No. 1 Northern Wheat was a limited grade from the supply standpoint and the bulk of the Canadian surplus was in the form of grades other than No. 1 Northern Wheat. In response to the lack of demand in the early weeks of the crop year Board quotations for No. 1 Northern Wheat basis in store Fort William/Port Arthur declined from $1.76 per bushel to $1.70 per bushel. Commencing in mid-October prices advanced to the level of $1.73 per bushel as the premium on the Canadian dollar declined and reached a parity with the United States dollar. During December-January Board quotations for No. 1 Northern Wheat declined slightly due to market factors and a slight increase in the exchange value of the Canadian dollar. From late January to mid-April Board quotations increased gradually to a level of $1.75½ for No. 1 Northern Wheat basis in store Fort William/Port Arthur. This increase was due to market factors rather than the exchange value of the Canadian dollar which was at a slight premium during the period. During the balance of the crop year the Board price for this grade of wheat basis in store the Lakehead worked slightly lower and on July 31, 1956 No. 1 Northern Wheat was quoted at $1.73¼ basis in store Fort William/Port Arthur.

The following table shows monthly average Board asking prices for No. 1 Northern Wheat for 1955-56:

Monthly Average of Board Asking Prices
I.W.A. and Class II Quotations
Basis No. 1 Northern Wheat

	In Store Fort William/ Port Arthur	In Store Vancouver	In Store Churchill
	(cents per bushel)		
August, 1955	176	176	186
September	175	175	185
October	171¾	171⅝	180⅞①
November	172⅞	172⅞	—
December	172	172⅞	182⅝②
January, 1956	172⅛	172¾	183⅛
February	173⅜	172¾	184⅜
March	175⅝	172¾	186⅝
April	175⅛	173⅜	186⅛
May	175	175	186
June	175	175	186
July	173¾	173¾	184¾

①Average from October 1-17.
②Average from December 20-31.

During the crop year major price adjustments were made in respect to Board selling prices for No. 3 Northern and lower grades. The largest price reductions occurred in respect to No. 5, No. 6 and Feed Wheat. Before dealing with price changes for the latter grades it should be pointed out that the Board entered the crop year 1955-56 with a substantial inventory of these grades; the inventory contained 91.1 million bushels and during the crop year producers delivered an additional 16.9 million bushels, which brought total Board holdings of No. 5, No. 6 and Feed Wheat for the 1955-56 Pool to a level of 108 million bushels.

On August 2, 1955 the Board quotation for No. 5 Wheat was 27c per bushel under its quotation for No. 1 Northern (Fort William/Port Arthur basis). This spread was gradually widened during the fall months and reached 51c per bushel under No. 1 Northern by November 30th. The selling spread for No. 5 Wheat remained close to this wide level during December, January and February. Toward the end of the winter period the Board had sold the bulk of its low grade wheat, and the selling spread was gradually narrowed during the balance of the crop year, reaching 32¼c per bushel under No. 1 Northern as at July 31st.

Board quoted prices for No. 6 Wheat and Feed Wheat followed the same general trend as prices for No. 5 Wheat, with, of course, wider discounts under No. 1 Northern Wheat.

The discounting of grades other than No. 1 Northern also applied to No. 3 Northern and No. 4 Northern grades. In the case of No. 3 Northern, Board quotations were 5c per bushel under No. 1 Northern at the start of the crop year. This spread was gradually widened out to 10c per bushel by mid-December, and further widened during April to 13c per bushel. At the end of May the discount on No. 3 Northern was reduced to 12c per bushel and remained at this level to the end of the crop year. No. 4 Northern Wheat was quoted at 10c per bushel under No. 1 Northern on August 2, 1955; the selling discount on this grade of wheat was increased to 17c per bushel by mid-December and to 22c per bushel by early March. During the balance of the crop year the selling discount for No. 4 Northern was reduced to 17c per bushel under the Board's quoted price for No. 1 Northern.

The foregoing reductions in Board selling prices throughout the crop year, affecting very large quantities of wheat within the Board's total wheat inventory, were made in the interests of moving the largest quantity of wheat and meeting competition in the export market. While some low grade Canadian wheat was used for milling purposes in Europe and elsewhere, a volume movement could only be obtained by making these grades of wheat competitive with a low quality wheat being offered by other exporters—principally France and Australia—and feed grains being offered in the export market.

Changes in Board prices for grades of wheat other than the top grades were made by the Board only after a careful analysis of all the factors involved in merchandising the grades of wheat concerned, including the timing of price adjustments.

The merchandising effort of the Board was greatly assisted by two developments during the crop year. Of utmost importance were the trade negotiations carried on between the Government of Canada and the Government of the U.S.S.R. These negotiations resulted in the signing of a trade agreement in February, 1956 and a supplementary arrangement whereby the U.S.S.R. agreed to purchase from 400,000 to 500,000 tons of wheat from Canada in each of the three years covered by the trade agreement. The second major development was the response of the Government of Canada to the request by the Governments of Poland, Czechoslovakia and Hungary for short term credits for the purchase of Canadian wheat.

Out of all the developments outlined in this section of the Report the Board was able to substantially increase sales in 1955-56. The following table shows Board sales of wheat for the period from August 1, 1955 to July 31, 1956:

	Total Sales (Bushels)
Domestic sales	71,846,951.7
Export sales at Class II prices	266,186,586.0
Export sales under the terms of the International Wheat Agreement	74,859,013.1
Weight losses in transit and in drying	99,001.7
TOTAL SALES	412,991,552.5

Board sales of wheat during the crop year 1955-56 amounted to 412,991,552.5 bushels, of which 208,509,616.9 bushels were applied to the 1954-55 Pool Account and 204,481,935.6 bushels were applied to the 1955-56 Pool Account.

The principal gain in exports of Canadian wheat and flour occurred in the European market. Exports to this area increased from 177.6 million bushels in 1954-55 to 236.7 million bushels in 1955-56. Substantial increases occurred in Canadian exports to the United Kingdom, Germany and Italy and lesser increases to France, Belgium and Norway. The major change, however, occurred in respect to Eastern Europe. During the crop year the U.S.S.R. imported 14.8 million bushels from Canada; Poland 14.0 million bushels; Czechoslovakia 12.8 million bushels; East Germany 2.0 million bushels and Hungary 1.1

million bushels. It was these sales to the foregoing countries, along with sales to traditional markets, which gave Canada a dominant position in European markets in 1955-56.

While sales to Japan increased slightly in 1955-56, total sales to Asia were somewhat lower than in the previous crop year largely through United States arrangements with India, Israel and Pakistan. In all other wheat importing areas only minor variations occurred in Canadian sales as compared with 1954-55.

By the end of the crop year substantial reductions had been made in Board inventories of various grades of wheat. By July 31, 1956 practically all stocks of No. 5, No. 6 and Feed Wheat had been sold, although some supplies of these grades were sold for delivery subsequent to July 31, 1956. Durum grades of wheat were completely sold. Substantial reductions were made in Board inventories of No. 2, No. 3 and No. 4 Northern Wheat. As at July 31st the Board inventory consisted largely of stocks of No. 2 and No. 3 Northern Wheat.

The Annual Report of the Board for the crop year 1954-55 contains a summary of United States surplus disposal policies (see Pages 9 and 10). These programmes were continued and intensified during 1955-56 under increased appropriations by the United States Congress. Surplus grains were disposed of in export markets under three types of programmes:

(1) *Disposal of Grains for Local Currencies:*

Title I—Public Law 480 and Section 402 of Public Law 665. Under these Laws surplus agricultural commodities may be sold for the currency of the importing country and the funds so acquired are utilized for market development, purchase of strategic materials, military procurement, purchase of goods for other countries, grants for multilateral trade and economic development, loans for economic development within the recipient country and international educational exchange. The bulk of the currencies acquired under the programme is left in the recipient country and approximately one-half of the total has been loaned to foreign governments for economic development in their respective countries.

During the crop year 1955-56 the total appropriation for disposals under Title I of Public Law 480 was increased from $1.5 billion over a three-year period to $3 billion. To June 30, 1956 a total of 59 agreements had been entered into with 27 countries. Under these agreements 20 countries received wheat or wheat flour and 10 countries received feed grains. The quantities involved were 158.2 million bushels of wheat and 56.8 million bushels of feed grains. The recipient countries were: Austria, Brazil, Chile, Colombia, Ecuador, Egypt, Finland, Greece, Indonesia, Iran, Israel, Italy, Japan, Korea, Paraguay, Peru, Portugal, Spain, Turkey and Yugoslavia.

Sales for local currencies under the provisions of Section 402 of Public Law 665 amounted to $156.3 million for food grains and feed grains during the past crop year. Under this legislation a minimum of $250 million annually are earmarked for surplus disposal activities. Some of the sales negotiated under this legislation have involved triangular agreements under which the local currency proceeds were used on a loan or grant basis within each of the recipient countries for procurement of industrial goods for a third country receiving mutual security assistance from the United States. Commodity details of sales under this programme by country have not been made public and, therefore, the amount of grain disposal in specific countries is not known.

(2) *Disposal of Grains for Famine and Disaster Relief:*

Title II—Public Law 480. Under this Law surplus agricultural commodities may be donated to relieve famine and disaster to any nation friendly to the United States, or to friendly, needy populations without regard to the friendliness of their Government.

During the crop year 1955-56 the appropriation for this programme was increased from $300 million to $500 million in terms of investment by the Commodity Credit Corporation. The amendment to the Act also permitted the payment of ocean freight costs on shipments made under this programme and on donations of surplus foods made through voluntary agencies and intergovernmental organizations in the United States. The over-all appropriation is for a three-year period ending June 30, 1957. To the end of June, 1956 programmes authorized involved $150 million for various grains, of which $103 million covered wheat and wheat flour donations. Donations of food and feed grains were made to 22 countries as follows: Austria, Czechoslovakia, Germany, Hungary, Italy, Yugoslavia, Libya, India, Nepal, Pakistan, Bolivia, British Honduras, Costa Rica, Guatemala, Haiti, Honduras Republic and Peru. Details of the quantities in each of the country programmes have not been released.

(3) *Disposal of Grains under Barter Arrangements:*

Title III—Public Law 480. Under this Law surplus agricultural commodities may be exchanged for strategic materials entailing less risk of loss through deterioration or substantially less storage charges; or materials, goods or equipment required in connection with foreign economic and military aid and assistance programmes; or materials or equipment required for off-shore construction programmes.

During the crop year 1955-56 barter programmes played an important part in United States grain exports. Materials acquired as a result of barter agreements are permitted entry into the United States duty free, and this has stimulated the use of this form of import programme by United States traders. Barter contracts call for the delivery of specified materials, with payment to be received in agricutural commodities owned by the Commodity Credit Corporation which must be exported by the contractor. Under the provisions of the legislation the recipient country need not necessarily be the originator of the material brought into the United States, and triangular deals under this legislation are common. A total of 67.4 million bushels of wheat were exported under barter contracts in the United States crop year 1955-56, and 112 million bushels of corn, barley and oats combined. Thirty-six countries were involved in these agreements, but the commodity composition of agricultural exports by country has not been made public.

EXPORTS

The following table shows exports of wheat (including flour) by months for the crop year 1955-56:*

	Million Bushels	
August, 1955	23.2	
September	19.0	
October	17.6	
November	20.7	
December	13.6	
January, 1956	22.3	116.4
February	20.6	
March	21.1	
April	33.5	
May	43.0	
June	47.1	
July	28.1	193.4
TOTAL		309.8

Total wheat exports, including flour, amounted to 309.8 million bushels in the crop year 1955-56, an increase of 57.9 million bushels over the 251.9 million bushels exported from Canada in 1954-55.

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat.

EXPORTS OF WHEAT AND WHEAT FLOUR*
CROP YEARS 1954-55 AND 1955-56
Continental Areas and Countries

	Crop Year 1955-56			Crop Year 1954-55
	Wheat	Flour (Wheat Equivalent) (bushels)	Total	Total
EUROPE:				
United Kingdom	96,792,443	12,653,679	109,446,122	101,813,598
West Germany	29,427,646	142,160	29,569,806	24,228,030
Belgium	16,239,128	413,116	16,652,244	15,492,479
U.S.S.R.	14,790,447	—	14,790,447	—
Poland	14,007,000	—	14,007,000	—
Czechoslovakia	12,800,390	—	12,800,390	—
Netherlands	8,730,134	18,451	8,748,585	10,110,963
Italy	6,481,739	162,804	6,644,543	1,347,561
Switzerland	6,554,516	184	6,554,700	8,159,342
Norway	4,563,597	—	4,563,597	3,578,689
Ireland	3,149,066	644	3,149,710	3,921,787
Austria	2,662,461	—	2,662,461	2,604,841
East Germany	2,037,100	—	2,037,100	—
France	1,735,813	759	1,736,572	—
Malta	1,213,893	—	1,213,893	2,259,561
Hungary	1,129,807	—	1,129,807	—
Finland	735,678	—	735,678	328,067
Gibraltar	—	84,946	84,946	107,847
Greece	—	58,815	58,815	3,947
Portugal	—	38,449	38,449	19,098
Iceland	—	19,506	19,506	24,570
Yugoslavia	—	7,013	7,013	3,631,253
Denmark	—	5,028	5,028	1,575
TOTAL	223,050,858	13,605,554	236,656,412	177,633,208

(This table continued on Page 13)

	Crop Year 1955-56			Crop Year 1954-55
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
ASIA:				
Japan	28,675,142	764,726	29,439,868	28,380,983
Philippines	—	6,353,460	6,353,460	6,433,340
Hong Kong	579,208	630,632	1,209,840	909,386
Israel	724,266	—	724,266	1,849,306
Ceylon	—	618,275	618,275	567,077
Malaya and Singapore	—	484,734	484,734	394,618
Thailand	—	346,628	346,628	296,149
Cyprus	343,467	—	343,467	184,800
Portuguese Asia	—	253,863	253,863	35,109
Lebanon	—	103,067	103,067	125,991
Arabia	20,209	25,808	46,017	160,238
India	—	1,697	1,697	2,187,019
Iraq	—	—	—	369,600
Other Countries	50	1,844	1,894	102,931
TOTAL	30,342,342	9,584,734	39,927,076	41,996,547
CENTRAL AMERICA AND THE CARIBBEAN AREA:				
Trinidad and Tobago	1,877	2,262,866	2,264,743	2,053,057
Jamaica	12,334	1,485,942	1,498,276	1,467,559
Leeward and Windward Islands	—	1,095,130	1,095,130	1,114,618
Cuba	1,000	595,877	596,877	2,253,598
Costa Rica	33,333	531,622	564,955	742,191
Haiti	—	477,382	477,382	286,033
Dominican Republic	2,500	459,321	461,821	323,723
Barbados	833	393,685	394,518	358,264
Guatemala	69,471	275,556	345,027	456,183
Nicaragua	—	311,982	311,982	299,151
El Salvador	—	292,625	292,625	351,634
Panama	—	254,809	254,809	288,716
Bahamas	—	252,632	252,632	264,321
Netherlands Antilles	—	202,609	202,609	257,742
Bermuda	—	116,660	116,660	113,521
Honduras Republic	—	74,468	74,468	2,992
British Honduras	—	31,624	31,624	26,991
Other Countries	—	6,446	6,446	6,629
TOTAL	121,348	9,121,236	9,242,584	10,666,923
SOUTH AMERICA:				
Venezuela	27,868	3,507,330	3,535,198	4,356,890
Ecuador	1,413,925	1,380	1,415,305	1,647,151
Peru	1,091,067	54,380	1,145,447	309,093
Colombia	735	208,618	209,353	2,060,714
British Guiana	—	243,992	243,992	101,268
Surinam	—	194,050	194,050	207,666
Other Countries	—	7,429	7,429	1,836
TOTAL	2,533,595	4,217,179	6,750,774	8,684,618

(This table continued on Page 14)

	Crop Year 1955-56			Crop Year 1954-55
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
AFRICA:				
Union of South Africa	5,240,705	—	5,240,705	4,842,693
Belgian Congo	4,592	744,843	749,435	694,670
Gold Coast	—	717,021	717,021	469,868
Rhodesia	476,000	1,546	477,546	446,133
Sierra Leone	—	319,415	319,415	199,040
Nigeria	—	290,912	290,912	313,065
Portuguese East Africa	172,293	17,975	190,268	154,923
Portuguese West Africa	—	59,920	59,920	60,781
Azores and Madeira	—	50,203	50,203	52,168
Gambia	—	37,183	37,183	19,930
Morocco	—	21,360	21,360	40,811
Lybia	—	—	—	224,000
Other Countries	1,333	44,794	46,127	54,365
TOTAL	5,894,923	2,305,172	8,200,095	7,572,447
NORTH AMERICA:				
United States:				
Domestic Consumption	6,676,014	1,017,539	7,693,553	3,853,743
Milling in Bond	1,181,592	—	1,181,592	1,381,969
Total United States	7,857,606	1,017,539	8,875,145	5,235,712
Other Countries	—	51,023	51,023	45,152
TOTAL	7,857,606	1,068,562	8,926,168	5,280,864
All Other Countries	—	97,553	97,553	74,525
GRAND TOTAL	269,800,672	39,999,990	309,800,662	251,909,132

*Source: Board of Grain Commissioners for Canada. Includes Exports of Ontario Winter Wheat.

During the crop year Europe provided the largest regional market for Canadian wheat and flour. Exports to Europe amounted to 236.7 million bushels, which represented an increase of 59.1 million bushels over exports to that area in the previous crop year. Traditional Canadian markets such as the United Kingdom, Germany, Italy, France, Belgium and Norway increased their purchases of Canadian wheat and more than offset the somewhat smaller purchases of Switzerland, The Netherlands and Ireland. Yugoslavia took very little wheat from Canada in 1955-56, this being a reflection of United States disposal programmes. The largest single market for wheat and flour was the United Kingdom with purchases of 109.4 million bushels, while Germany was the second largest importer of Canadian wheat with purchases of 29.6 million bushels.

Exports of wheat and flour to Asia were 39.9 million bushels. Japan continued to be the largest importer of Canadian wheat in Asia, taking 29.4 million bushels in 1955-56; a slight increase over the previous crop year. Flour exports to the Philippines were slightly lower, while exports of wheat to Israel and India declined sharply. In the two latter markets the United States disposal programmes were a factor.

Central America and the Caribbean area purchased 9.3 million bushels, almost entirely flour. This was slightly below the volume exported to that area the previous year. The principal decline was in the volume exported to Cuba. Exports to South American markets totalled 6.8 million bushels, a decline of two million bushels from the previous year. Major importers were Venezuela, Ecuador and Peru.

Exports of wheat and flour to Africa amounted to 8.2 million bushels, moderately higher than in 1954-55. The Union of South Africa increased purchases over those of the previous year, while exports to a number of African flour markets were well maintained.

Exports of wheat and flour for consumption in the United States amounted to 7.7 million bushels, consisting primarily of low grade wheat for feeding purposes.

Wheat Exports by Ports*

Exports of wheat (including Ontario Winter Wheat) through Eastern Canadian ports in 1955-56 amounted to 150.6 million bushels, of which 109.3 million bushels were shipped through St. Lawrence ports. Wheat shipments through Atlantic winter ports attained a new record of 41.3 million bushels. Pacific Coast clearances amounted to 98.3 million bushels for 1955-56 and a record shipping programme was again established at the Port of Churchill, with clearances reaching 12.8 million bushels. Exports of wheat to destinations in the United States were 7.9 million bushels, while .2 million bushels were exported to other countries through the United States' Atlantic seaboard.

Utilization of Special Account

Section 29A of the Canadian Wheat Board Act provides that unclaimed balances in the hands of the Board which are six years old or more may, with the approval of Governor in Council, be transferred to a Special Account. The Act specifically sets forth that these funds shall be used "for such purposes as the Governor in Council upon the recommendation of the Board may deem to be for the benefit of producers."

During the summer and fall of 1956 the Board arranged for five visiting missions from important grain importing countries. The purpose of the missions was to see at first hand the methods of handling and marketing of western grain. In most cases it was possible for the visiting missions to see the 1956 harvesting, in addition to observing and studying Canadian handling and merchandising methods in Winnipeg and other parts of Canada.

The first missions to visit Canada came from The Netherlands and Belgium. Missions from The Netherlands and Belgium arrived in Canada in the second week of August and spent the ensuing three weeks observing grain handling facilities. A mission from Norway arrived in Canada for a three-week visit commencing on August 18, 1956. In the second week in September a mission from Czechoslovakia came to Canada. The final mission of the year was one representing the Federal Republic of Germany. This mission came to Canada in October.

The visits of all the missions followed approximately the same itinerary. They arrived at either Vancouver or Montreal for the start of their Canadian tour. The missions commenced and ended their work in Canada with the inspection of port grain elevators and harbour facilities. Four of the missions were able to visit the farming areas in Western Canada during their tour. The main work of the missions was concentrated in Winnipeg where every facility was provided to assist them in their study of grain handling and merchandising methods. Particular attention was given to the inspection and grading of Canadian grains and cereal research work being carried on. Attention was given to the handling of grain in terminal elevators at Fort William and Port Arthur. In Ottawa, the visiting missions had discussions with the Department of Trade and Commerce and also visited the Central Experimental Farm.

The Board is satisfied that all visiting missions left Canada with a better understanding of Canadian grain and Canadian handling and merchandising efforts, and an appreciation of the continuous efforts which are being made to maintain and improve the quality of Canadian exports.

The Board wishes to express its appreciation of Government departments and the import and milling trades of the countries originating missions in 1956. In every instance outstanding men were sent to Canada and it was a pleasure for the Board and co-operating organizations to be associated with them in the work of each mission.

In arranging the work and programmes for visiting missions the grain trade in Winnipeg and elsewhere, and other interests in Canada, co-operated generously. The Board would like to acknowledge especially the help of the following in connection with the 1956 missions: The Board of Grain Commissioners for Canada, including the Grain Inspection Branch and the Research Laboratory; the Dominion Laboratory of Plant Pathology, Winnipeg; the Dominion Laboratory of Cereal Breeding, Winnipeg; the Plant Products Division, Production Services, Department of Agriculture, Winnipeg; the Saskatchewan Wheat Pool, Regina; the Manitoba Pool Elevators, Winnipeg; the United Grain Growers Limited, Winnipeg; the Experimental Farm Services, Department of Agriculture, Ottawa; the Department of Trade and Commerce, Ottawa; Toronto Elevators Limited, Toronto; the Quaker Oats Company, Peterborough; the National Harbours Board, Montreal and Churchill; the shippers and exporters of Vancouver, Winnipeg and Montreal; and the milling industry of Canada.

*Source: Board of Grain Commissioners for Canada.

Sales Promotion

The Board would like to acknowledge the co-operation and effective work of grain shippers and exporters in Canada and the Canadian milling industry in their capacity as agents of The Canadian Wheat Board.

Members and officials of the Board maintained close contact with all overseas wheat and flour markets and during the crop year the principal importing markets were visited by representatives of the Board. The value of personal contacts with the import trade and milling interests of importing countries was emphasized in Board operations in 1955-56.

The Canadian Wheat Board film entitled "Canadian Wheat" is now circulating in all importing countries where English versions can be used. Versions of this film in foreign languages will be available for circulation early in 1957. This film has had an excellent reception wherever it has been shown.

The Board wishes to acknowledge the assistance which it received throughout the crop year from the Grain Division, Department of Trade and Commerce, Ottawa; the Canadian Trade Commissioners' Service and the Board of Grain Commissioners for Canada. These agencies were very helpful in facilitating the marketing of Canadian wheat and flour.

9. 1955-56 Pool Account—Oats

Policy

By authority of Order in Council P.C. 1955-855, June 8, 1955 Parts III and IV of the Canadian Wheat Board Act were extended to oats for the crop year 1955-56. By the same authority the initial price for oats for 1955-56 was established at 65c per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur.

Under Order in Council P.C. 1956-1786, November 29, 1956 unsold stocks of oats in the 1955-56 Pool as at the close of business on November 16, 1956 were transferred to the 1956-57 Pool, and Order in Council P.C. 1956-1787, November 29, 1956 approved the distribution to producers of the final surplus in the 1955-56 Oats Pool.

Board Receipts

The following table shows receipts of oats from producers, by months, from August 1, 1955 to July 31, 1956:

	Bushels
August, 1955	510,311.6
September	4,681,988.6
October	5,095,185.3
November	3,274,452.8
December	2,542,715.6
January, 1956	4,265,271.6
February	3,091,760.3
March	3,040,578.5
April	2,820,246.5
May	7,331,818.8
June	14,625,343.4
July	20,107,342.7
Total	71,387,015.7

As shown by the above table, receipts of oats from producers in 1955-56 were 71,387,015.7 bushels as compared with 69,581,184.4 bushels in the previous crop year. Receipts of oats from others than producers amounted to 88.5 bushels. Nearly 60% of producers' marketings of oats occurred in the final three months of the crop year.

Grade Pattern of Board Receipts

The following table shows Board receipts of oats from producers by principal grades, along with the percentage of total receipts for each grade:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W.	214,376.1	.3
No. 3 C.W.	13,417,860.8	18.8
Extra No. 1 Feed	16,334,780.0	22.9
No. 1 Feed	34,413,557.8	48.2
No. 2 Feed	6,036,836.2	8.4
No. 3 Feed	610,328.0	.9
All other grades	359,276.8	.5
Total	71,387,015.7	100.0

Board receipts of oats were generally of higher grade than in the previous crop year. The principal grade was No. 1 Feed, with receipts of 34,413,557.8 bushels, or 48.2% of total receipts.

Pool Receipts and Sales—1955-56 Oats Pool

The 1955-56 Oats Pool was closed on November 16, 1956. The following table shows the position of the Pool on the closing date:

	Bushels
Receipts, August 1, 1955 to July 31, 1956	71,387,104.2
Transferred from the 1954-55 Pool	8,016,426.8
Total Receipts	79,403,531.0
Completed sales to November 16, 1956	68,880,360.7
Uncompleted sales and unsold stocks as at November 16, 1956	10,523,170.3

TRANSFER TO THE 1956-57 POOL

Unsold stocks of oats in the 1955-56 Pool as at the close of business on November 16, 1956 were transferred to the 1956-57 Pool. The principal grades of oats transferred were:

	Bushels
Extra No. 1 Feed	1,098,383.4
No. 1 Feed	6,682,390.7
No. 2 Feed	2,141,286.1
No. 3 Feed	205,892.2
Tough No. 1 Feed	85,356.3
Tough No. 2 Feed	64,752.7
All other grades	245,108.9
TOTAL	10,523,170.3*

The transfer was made pursuant to Section 29 of the Canadian Wheat Board Act and was authorized by Order in Council P.C. 1956-1786, November 29, 1956.

PRICE BASIS OF TRANSFER

All grades of oats transferred from the 1955-56 Pool to the 1956-57 Pool were transferred at the Board's cash closing prices for each grade as at the close of business on November 16, 1956, less an allowance of 4c per bushel for subsequent carrying charges and market risk. Futures contracts (4,998,000 bushels) were transferred at the closing price of the December future on November 16, 1956, namely 78⅛c per bushel.

*Of the total transfer of 10,523,170.3 bushels, 4,998,000 bushels were covered by sales of futures.

1955-56 Pool Account—Oats

The following table shows the operating results of the 1955-56 Oats Pool from August 1, 1955 to the closing date of the Pool on November 16, 1956:

		Bushels	
1.	Oats acquired by the Board:		
	(a) Producers' deliveries, August 1, 1955 to July 31, 1956	71,387,015.7	
	(b) Oats otherwise acquired ①	88.5	
	(c) Purchased from 1954-55 Pool Account—Oats	8,016,426.8	
	Total oats acquired	79,403,531.0	
		(Value)	(Value)
2.	Cost of oats acquired		$48,194,143.27
3.	Proceeds of sales—August 1, 1955 to November 16, 1956	$52,017,684.69	
	Transferred to 1956-57 Pool as at November 16, 1956 ②	7,585,257.90	59,602,942.59
4.	Gross surplus as at November 16, 1956		11,408,799.32
5.	Operating Costs—August 1, 1955 to November 16, 1956:		
	(a) Carrying charges including terminal storage	2,792,556.80	
	(b) Interest and bank charges	16,093.91	
	(c) Freight recovery on export oats	(170.81)	
	(d) Brokerage and Clearing Association charges	16,486.24	
	(e) Administrative and general expenses	298,880.71	3,123,846.85
6.	Surplus in the 1955-56 Oats Pool Account as at November 16, 1956		$ 8,284,952.47

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.
②For details of transfer see above.

Operating Costs—1955-56 Oats Pool

Net Board operating costs applicable to the 1955-56 Oats Pool were $3,123,846.85. The principal cost was carrying charges which amounted to $2,792,556.80. Board administrative and general expenses amounted to $298,880.71 or .4187c per bushel on producers' deliveries of 71,387,015.7 bushels. Brokerage and Clearing Association charges were $16,486.24, while interest and bank charges were $16,093.91. Freight recoveries on export oats amounted to $170.81.

Surplus for Distribution to Producers

The surplus in the 1955-56 Oats Pool for distribution to producers was as follows:

Surplus as at November 16, 1956		$8,284,952.47
Deduct: Prairie Farm Assistance Act levy	$82,521.95	
Cost of issuing final payment	58,293.43	140,815.38
		8,144,137.09
Add: Additional interest earned after November 16, 1956		25,535.81
Surplus for distribution to producers		$8,169,672.90

As shown above, the final surplus in the 1955-56 Oats Pool for distribution to producers was $8,169,672.90. On producers' deliveries of 71,387,015.7 bushels, the average final payment was 11.444c per bushel.

The following table shows initial and final payments applicable to the 1955-56 Oats Pool and prices (basis in store Fort William/Port Arthur) realized by producers for the principal grades of oats delivered to the Board in 1955-56, after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

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	① Initial Payment	① Final Payment (cents per bushel)	① Realized Price
No. 2 Canada Western	65	14.84581	79.84581
Extra No. 3 Canada Western	62	14.32296	76.32296
No. 3 Canada Western	62	10.78115	72.78115
Extra No. 1 Feed	62	11.08494	73.08494
No. 1 Feed	60	11.44056	71.44056
No. 2 Feed	55	13.93296	68.93296
No. 3 Feed	48	17.61525	65.61525
Tough No. 3 Canada Western	58	13.78115	71.78115
Tough Extra No. 1 Feed	58	14.08494	72.08494
Tough No. 1 Feed	56	14.44056	70.44056
Tough No. 2 Feed	51	16.93296	67.93296

The final payment in the 1955-56 Oats Pool was approved by Order in Council P.C. 1956-1787, November 29, 1956. The issuance of final payment cheques to producers commenced on November 30, 1956 and was completed on December 7, 1956.

①All payments prior to deduction of Prairie Farm Assistance Act levy.

General Comment on the Marketing of Oats—1955-56

On August 1, 1955 commercial supplies of oats in Canada amounted to 31 million bushels. At that time the 1955 oats crop in the prairie provinces was maturing favourably and the yield was later estimated at 290 million bushels as compared with 196 million bushels harvested in the previous year.

Early in the crop year, the marketable surplus of oats on western farms was estimated at 148 million bushels but this figure was sharply reduced in later estimates. The final estimate was 79 million bushels; a figure only slightly in excess of actual producers' marketings in 1955-56.

The marketing of oats in 1955-56 had to be regarded as largely a domestic operation. The principal export market for Canadian oats is the United States. In 1955-56 the United States market was well supplied with domestic oats and other feed grains. Ample supplies and relatively low market prices in the United States precluded exports in any appreciable volume to that country.

The following table shows Board purchases, sales and unsold stocks, by months, from August 1, 1955 to November 16, 1956:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1955	510,311.6	78.0	510,233.6
September	4,681,988.6	77,113.2	5,115,109.0
October	5,095,191.8	111,337.9	10,098,962.9
November	11,290,879.6 ①	2,621,675.0 ①	18,768,167.5
December	2,542,715.6	3,351,367.7	17,959,515.4
January, 1956	4,265,302.6	5,759,898.6	16,464,919.4
February	3,091,769.3	4,908,133.5	14,648,555.2
March	3,040,609.5	7,429,279.3	10,259,885.4
April	2,820,246.5	6,327,967.7	6,752,164.2
May	7,331,829.8	7,538,014.1	6,545,979.9
June	14,625,343.4	2,667,303.7	18,504,019.6
July	20,107,342.7	12,129,151.5	26,482,210.8
August	—	7,087,108.2	19,395,102.6
September	—	8,111,717.1	11,283,385.5
October	—	4,928,668.7	6,354,716.8
November	—	6,354,716.8 ②	—
TOTAL	79,403,531.0	79,403,531.0	

①Includes purchase of 8,016,426.8 bushels from 1954-55 Pool Account and relevant sales of futures.
②Includes adjustments required to close the 1955-56 Pool Account as at November 16, 1956.

The foregoing table shows the relatively small deliveries of oats by producers in the first nine months of the crop year followed by a sharp upturn in deliveries during May, June and July. From August 1, 1955 to November 18, 1955 sales were largely credited to the 1954-55 Pool; from this date onward all sales were for the account of the 1955-56 Pool. Selling operations were carried on steadily from December through May. Light sales were made in June but during July demand improved and substantial quantities of oats were sold during the summer and fall months until the Pool was closed on November 16, 1956.

Stocks of oats in store in country and terminal elevators at the start of the crop year were sufficient for early season demand and between August 1, 1955 and November 30, 1955 deliveries of oats were confined to the quantities of this grain which producers delivered under the initial unit quota and under general quotas established within that period.

By December 1st the Board felt that it was in a position to take delivery of larger supplies of high grade oats and on this date a supplementary quota effective in Manitoba and Saskatchewan of 1,000 bushels of oats grading Extra No. 1 Feed or higher was established. At the end of February this quota was extended to all of the designated area. After the opening of navigation in the spring the supplementary quota was extended to include all grades of oats.

To facilitate the distribution of feed oats in Eastern Canada the Board, in September, 1955 agreed to make feed oats available to shippers for storage in Eastern positions on a provisional price basis. Under this arrangement the Board accepted price risk until the oats were sold to Eastern buyers. A total of 3,269,000 bushels of oats were moved into eastern positions on a provisional price basis. This movement was, of course, in addition to supplies purchased in store at the Lakehead and moved into Eastern Canada through trade channels.

Total sales in the 1955-56 Pool Account—Oats amounted to 79,403,531.0 bushels. During this Pool period 63,418,000 bushels were sold on the futures market.

The following table shows Canadian exports of oats during 1955-56 by principal countries of destination, along with comparable statistics for the previous crop year:*

	1954-55	1955-56
	(million	bushels)
United States	14.8	1.9
Belgium	3.2	.8
United Kingdom	2.5	.4
Netherlands	.6	.3
Others①	1.1	.2
TOTAL	22.2	3.6

Exports amounted to 3.6 million bushels as compared with 22.2 million bushels in the previous crop year. The principal market was the United States with imports at 1.9 million bushels. A relatively small volume of oats was exported to Belgium, the United Kingdom and The Netherlands.

The United States limitation on imports of Canadian oats expired on September 30, 1955 and, consequently, was not a factor in the period under review.

The following table shows the monthly average for quotations for No. 1 Feed Oats, along with high and low prices recorded in each month from August 1, 1955 to the closing date of the Pool on November 16, 1956. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(cents per bushel)		
August, 1955	74	73	73⅜
September	73	70	71⅜
October	73	70½	71½
November	73¼	71½	72½
December	75¼	72¾	73¾
January, 1956	73¾	72½	73⅛
February	76¾	73¾	75
March	83½	77¼	79⅞
April	83¾	77¾	81
May	85	78¼	80⅝
June	83	74¾	79⅞
July	79	74½	76¾
August	80½	76	78¼
September	79¼	76½	77¾
October	79	75¾	77⅝
November 1-16	78¾	76¾	78⅜

In the first half of the crop year the Board selling prices for oats were relatively low but quite stable. In this period monthly average quotations ranged from a low of 71⅜c per bushel in September to a high of 73¾c per bushel in December. The oats market strengthened considerably during the winter and early spring months as domestic demand improved. While prices declined slightly in the remaining selling period of the Pool, a substantial domestic demand continued to have a constructive effect on price levels.

①Includes exports of rolled oats and oatmeal.

*Source: Board of Grain Commissioners for Canada.

10. 1955-56 Pool Account—Barley

POLICY

As provided by Order in Council P.C. 1955-855, June 8, 1955 Parts III and IV of the Canadian Wheat Board Act were extended to barley for the crop year 1955-56. The same Order in Council provided for an initial price for barley of 96c per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

The transfer of unsold stocks of barley in the 1955-56 Pool to the 1956-57 Pool as at the close of business on November 2, 1956 was authorized by Order in Council P.C. 1956-1707, November 14, 1956. The distribution to producers of the final surplus in the 1955-56 Barley Pool was approved by Order in Council P.C. 1956-1708, November 14, 1956.

BOARD RECEIPTS

The following table shows receipts of barley from Producers, by months, from August 1, 1955 to July 31, 1956:

	Bushels
August, 1955	476,424.8
September	6,506,498.4
October	11,308,539.8
November	12,921,364.5
December	8,525,270.0
January, 1956	7,460,339.5
February	5,138,868.9
March	3,706,691.2
April	4,641,998.2
May	8,705,124.0
June	17,135,660.7
July	27,359,947.9
TOTAL	113,886,727.9

Producers delivered 113,886,727.9 bushels of barley to the Board in 1955-56 as compared with 112,428,326.0 bushels in the previous crop year. Receipts from others than producers were 3,278.8 bushels.

Producers marketed barley in substantial volume throughout the crop year with particularly large deliveries in the final two months of the crop year.

Grade Pattern of Board Receipts

The following table shows the principal grades of barley delivered by producers in 1955-56:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W. Six-Row	6,357,482.8	5.6
No. 3 C.W. Six-Row	34,542,432.5	30.3
No. 4 C.W. Six-Row	4,194,952.8	3.7
No. 2 C.W. Two-Row	779,634.3	.7
No. 3 C.W. Two-Row	6,385,108.2	5.6
No. 1 Feed	44,726,720.5	39.3
Extra No. 2 Feed	3,118,093.6	2.7
No. 2 Feed	11,458,136.5	10.0
No. 3 Feed	1,940,985.4	1.7
All other grades	383,181.3	.4
Total	113,886,727.9	100.0

The grades of barley delivered to the Board followed an unusual pattern in 1955-56. Two grades, No. 3 C.W. Six-Row and No. 1 Feed provided nearly 70 percent of receipts. The quantity of barley grading No. 3 C.W. Six-Row (the main malting grade) was double the volume delivered in the previous crop year. Deliveries of No. 2 C.W. Six-Row and No. 3 C.W. Two-Row were larger than usual.

Pool Receipts and Sales— 1955-56 Barley Pool

The 1955-56 Barley Pool was closed on November 2, 1956. The following table shows the position of the Pool on that date:

	Bushels
Receipts, August 1, 1955 to July 31, 1956	113,890,006.7
Transferred from the 1954-55 Pool	27,185,739.2
Total Receipts	141,075,745.9
Completed sales to November 2, 1956	126,382,616.3①
Uncompleted sales and unsold stocks as at November 2, 1956	14,693,129.6

Transfer to the 1956-57 Pool

Uncompleted sales and unsold stocks in the 1955-56 Barley Pool as at November 2, 1956 were transferred to the 1956-57 Pool. The principal grades transferred were:

	Bushels
No. 3 C.W. Six-Row	482,058.2
No. 1 Feed	6,625,670.4
No. 2 Feed	5,249,438.3
No. 3 Feed	1,453,718.9
Tough No. 1 Feed	313,771.6
Tough No. 2 Feed	240,792.6
Tough No. 3 Feed	156,550.8
All other grades	171,128.8
Total	14,693,129.6*

The transfer was made under provisions of Section 29 of the Canadian Wheat Board Act and was authorized by Order in Council P.C. 1956-1707, November 14, 1956.

Price Basis of Transfer

All grades of barley transferred from the 1955-56 Pool to the 1956-57 Pool were transferred at the Board's cash closing prices for each grade as at the close of business on November 2, 1956, less an allowance of 4½c per bushel for subsequent carrying charges and market risk. Futures contracts (8,202,000 bushels) were transferred at the closing price of the December future on November 2, 1956, namely $1.04⅜ per bushel.

①Includes 6,509.9 bushels of weight losses in drying.

*Of the total transfer of 14,693,129.6 bushels, 8,202,000 bushels were covered by sales of futures.

1955-56 Pool Account—Barley

The following table shows the operating results of the 1955-56 Barley Pool from August 1, 1955 t the closing date of the Pool on November 2, 1956:

		Bushels	
1. Barley acquired by the Board:			
(a) Producers' deliveries August 1, 1955 to July 31, 1956		113,886,727.9	
(b) Barley otherwise acquired	①	3,278.8	
(c) Purchased from 1954-55 Pool Account—Barley		27,185,739.2	
Total barley acquired		141,075,745.9	
		(Value)	(Value)
2. Cost of barley acquired			$127,712,355.8
3. Proceeds of Sales—August 1, 1955 to November 2, 1956		$133,018,764.75	
Transferred to 1956-57 Pool as at November 2, 1956	②	14,639,045.63	147,657,810.3
4. Gross surplus as at November 2, 1956			19,945,454.5
5. Operating costs—August 1, 1955 to November 2, 1956:			
(a) Carrying charges including terminal storage		4,385,933.07	
(b) Interest and bank charges		(27,470.17)	
(c) Freight recovery on export barley		(419,141.06)	
(d) Diversion charges on export barley		87,071.17	
(e) Drying charges		10,733.88	
(f) Brokerage and Clearing Association charges		13,440.20	
(g) Administrative and general expenses		489,840.51	4,540,407.6
6. Surplus in the 1955-56 Barley Pool Account as at November 2, 1956			$ 15,405,046.9

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see Page 21 of this Report.

Operating Costs—1955-56 Barley Account

Net Board operating costs applicable to the 1955-56 Barley Pool were $4,540,407.60. The principal item in these costs was carrying charges which amounted to $4,385,933.07. Administrative and general expenses of the Board were $489,840.51 or .4301c per bushel on producers' deliveries of 113,886,727.9 bushels. Other cost items were: diversion charges paid on export barley $87,071.17, drying charges $10,733.88 and brokerage and Clearing Association charges $13,440.20. Interest and bank charges and freight recoveries on export barley resulted in net credits of $27,470.17 and $419,141.06 respectively.

Surplus for Distribution to Producers

The surplus in the 1955-56 Barley Pool for distribution to producers was as follows:

Surplus as at November 2, 1956		$15,405,046.94
Deduct: Prairie Farm Assistance Act levy	$153,709.28	
Cost of issuing final payment	81,599.80	235,309.08
		15,169,737.86
Add: Additional interest earned after November 2, 1956		47,481.31
Surplus for distribution to producers		$15,217,219.17

As shown above, the final surplus for distribution to producers was $15,217,219.17. On producers' marketings of 113,886,727.9 bushels the average final payment was 13.36c per bushel.

The following table shows initial payments, final payments and prices (basis in store Fort William/Port Arthur) realized by producers for the principal grades of barley delivered to the Board in 1955-56 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
		(cents per bushel)	
No. 2 C.W. Six-Row	98	14.77358	112.77358
No. 3 C.W. Six-Row	96	12.84752	108.84752
No. 4 C.W. Six-Row	90	11.25191	101.25191
No. 2 C.W. Two-Row	91	19.85906	110.85906
No. 3 C.W. Two-Row	88	14.68851	102.68851
No. 1 Feed	87	12.32391	99.32391
Extra No. 2 Feed	84	14.69104	98.69104
No. 2 Feed	82	16.69104	98.69104
No. 3 Feed	75	20.68870	95.68870
Tough No. 3 C.W. Six-Row	92	14.34752	106.34752
Tough No. 3 C.W. Two-Row	84	16.18851	100.18851
Tough No. 1 Feed	83	13.82391	96.82391
Tough No. 2 Feed	78	18.19104	96.19104
Tough No. 3 Feed	71	22.18870	93.18870

The final payment on the 1955-56 Barley Pool was approved by Order in Council P.C. 1956-1708, November 14, 1956. The issuance of the final payment cheques to producers commenced on November 16, 1956 and was completed on November 26, 1956.

①All payments prior to deduction of Prairie Farm Assistance Act levy.

General Comment on the Marketing of Barley—1955-56

The 1955-56 Barley Pool consisted of 141,075,745.9 bushels. This total was made up of 113,886,727.9 bushels received from producers, 3,278.8 bushels received from others than producers and 27,185,739.2 bushels transferred from the 1954-55 Pool. The corresponding quantity for the 1954-55 Pool was 133,545,184.5 bushels.

The following table shows Board purchases and net sales of barley, by months, and stocks of barley held by the Board at the end of each month:

	Purchases	Sales①	Unsold Stocks
		(bushels)	
August, 1955	476,424.8	2,216,874.3	(1,740,449.5)
September	6,506,535.3	9,367,850.4	(4,601,764.6)
October	11,308,561.8	9,697,058.8	(2,990,261.6)
November	40,107,114.2 ②	10,559,545.8 ②	26,557,306.8
December	8,525,383.6	16,758,590.7	18,324,099.7
January, 1956	7,460,372.5	8,864,646.6	16,919,825.6
February	5,138,915.9	17,077,432.2	4,981,309.3
March	3,706,737.1	10,375,238.1	(1,687,191.7)
April	4,642,037.7	6,129,270.8	(3,174,424.8)
May	8,705,149.5	6,143,697.5	(612,972.8)
June	17,135,690.7	3,309,614.6	13,213,103.3
July	27,362,822.8	12,399,754.3	28,176,171.8
August	—	13,592,638.2	14,583,533.6
September	—	4,962,768.6	9,620,765.0
October	—	3,088,315.0	6,532,450.0
November	—	6,532,450.0 ③	—
	141,075,745.9	141,075,745.9	

①Includes weight losses in drying amounting to 6,509.9 bushels.

②Includes purchase of 27,185,739.2 bushels from the 1954-55 Pool Account and relevant sales of futures.

③Includes adjustments required to close the 1955-56 Pool Account as at November 2, 1956.

The marketing of barley in 1955-56 reflects in part the grading of producers' deliveries. It has already been noted that producers' deliveries included an unusual supply of No. 2 C.W. Six-Row Barley (6,357,482.8 bushels) and a very large supply of No. 3 C.W. Six-Row Barley (34,542,432.5 bushels). These grades represented high quality malting barley which proved attractive to maltsters in the United States and in Canada. The supply of feeding barley largely fell within the grade No. 1 Feed. Thus the Board was merchandising, in the main, high grade barley in both the industrial and feeding categories.

On the basis of competitive price levels there was a steady and substantial movement throughout the crop year into domestic and export markets. During the crop year export markets absorbed 64.3 million bushels. Domestic disappearance of barley from commercial stocks approximated 42 million bushels.

The continuity in the movement of barley into consumption during the crop year was due to a large export movement prior to the close of navigation and, again, on the opening of navigation through to the end of the crop year. During the winter months the movement of barley was sustained by West Coast exports and, of course, this season coincided with heavy winter feeding in the domestic market.

Perhaps the most noteworthy feature of the crop year was the extent of the movement of high grade barley for malting purposes into the United States—both in the fall of 1955 and the spring and summer of 1956. The movement to the United States was supplemented by steady exports of feeding barley to the United Kingdom and exports to Japan during the winter months. The overseas export market for feeding grains continued to be affected by the United States disposal programme. This was a retarding factor in the export movement of Canadian feed barley.

The limitation on imports of Canadian barley into the United States expired on September 30, 1955. For the year ending September 30, 1955 the United States market was subject to a limitation of imports from Canada to a maximum of 27,225,000 bushels, of which not more than 3½ million bushels were to be barley for feeding purposes. Removal of this limitation was a constructive factor from the standpoint of both countries.

With regard to the domestic market, the Board in September, 1955 arranged for stocks of barley to be placed in Eastern positions on a provisional sale basis. This was done to stimulate the movement of feed barleys into Eastern Canada prior to the close of navigation. Stocks of barley moved on this basis totalled 2,495,000 bushels.

The following table shows Canadian barley exports during 1955-56 by principal countries of destination with comparable figures for the previous crop year:*

	1954-55	1955-56
	(million bushels)	
United States	19.1	28.9
United Kingdom	48.5	22.7
Japan	4.4	7.0
West Germany	1.2	3.2
Czechoslovakia	—	1.4
Norway	.3	.4
Netherlands	1.2	.2
Belgium	1.8	.2
Poland	—	.2
Others	.6	.1
TOTAL	77.1	64.3

Total barley exports in the crop year were 64.3 million bushels as compared with 77.1 million bushels in the previous year. Exports were, therefore, maintained at a high level despite a substantial reduction in the quantities of feed barley imported by the United Kingdom. Exports to that country amounted to 22.7 million bushels. The United States market absorbed 28.9 million bushels. Japanese purchases were 7.0 million bushels, while West Germany imported 3.2 million bushels of Canadian barley. Czechoslovakia provided a market for 1.4 million bushels, and lesser quantities were exported to other European destinations.

Barley clearances for overseas destinations totalled 13.9 million bushels at Pacific Coast ports, while clearances from St. Lawrence ports amounted to 21.5 million bushels.

*Source: Board of Grain Commissioners for Canada.

The following table shows the monthly average of Board quotations for No. 1 Feed Barley, along with high and low prices recorded each month from August 1, 1955 to November 2, 1956 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1955	104	103	103⅜
September	107	98½	101⅝
October	106¼	100¼	103½
November	103	100¼	102⅛
December	102¼	99	100½
January, 1956	101½	99¼	100¼
February	106¼	100	101⅞
March	114½	105¾	110¼
April	115¾	112½	114½
May	119¾	106	115⅛
June	108	99¾	104¼
July	105¼	101¼	103½
August	106	101¾	104⅜
September	106	103½	105
October	105¼	100½	103¼
November 1-2	105¼	104½	—

As shown by the above table, Board selling prices for No. 1 Feed Barley were relatively steady during the first seven months of the crop year. During this period monthly average quotations ranged from 100¼c to 103½c per bushel. The market strengthened substantially in February through to mid-May when a sharp decline occurred. From this point prices worked downward to approximately the levels which prevailed in the fall months. In the latter part of the selling period of the 1955-56 Pool, prices were influenced by the favourable development of the 1956 barley crop.

It should be indicated that Board receipts of barley in the final two months of the crop year were 44.5 million bushels as compared with 24.9 million bushels during the same months in the previous year. In spite of these very heavy year-end deliveries of barley by producers, the Board was able to close the 1955-56 Pool at approximately the same time as the 1954-55 Pool had been closed in the preceding year.

Total sales in the 1955-56 Pool Account - Barley amounted to 141,075,745.9 bushels. During this Pool period 51,783,000 bushels were sold on the futures market.

11. Payment Division

The following table shows the major payments completed during the crop year 1955-56:

	Date First Cheques Mailed	Date Completed	Number of Cheques Issued	Total Value of Cheques Issued
1954-55 Pool Account—Wheat:				
Interim Payment	Feb. 15, 1956	Feb. 29, 1956	222,891	$22,261,003.14
Final Payment	May 22, 1956	May 31, 1956	306,281	39,679,620.35
1954-55 Pool Account—Oats:				
Final Payment	Dec. 5, 1955	Dec. 9, 1955	112,106	3,779,605.60
1954-55 Pool Account—Barley:				
Final Payment	Nov. 22, 1955	Dec. 2, 1955	162,344	6,536,611.93
			803,622	$72,256,841.02

The Payment Department also issued 94 cheques (value $5,970.43) applicable to the 1940, 1941, 1942, 1943 and 1944 Wheat Accounts; and 1,175 cheques (value $93,509.69) covering Adjustment Payments and the Final Payment applicable to the 1945-49 Pool Account – Wheat.

12. Legal Department

The Legal Department dealt with all matters of a legal nature affecting the operations of the Board.

The Department continued to assist the Payment Department in connection with payments to the estates of deceased persons.

During the crop year 37 individuals were prosecuted in connection with breaches of the Act and the Regulations as compared with 58 persons prosecuted during the 1954-55 crop year.

13. Staff and Officers

The following table shows the number of employees of the Board on July 31, 1955 and July 31, 1956:

	July 31 1955	July 31 1956
Winnipeg	650	661
Calgary	33	35
Vancouver	17	18
Montreal	5	5
London, England	3	3
Washington, D.C.	2	—
Rotterdam, Netherlands	—	1
TOTAL	710	723

On July 31, 1956 the Board had 723 employees as compared with 710 on July 31, 1955. The increase was mainly in clerical staff in the Head Office of the Board in Winnipeg. In June, 1956 the Board closed its office in Washington, D.C., and arranged for the work of this office to be taken over by Dr. W. C. Hopper, Agricultural Counsellor, Canadian Embassy, Washington, D.C.

Mr. C. C. Boxer, formerly the Board representative in Washington, D.C., was transferred to a new office opened by the Board in Rotterdam, The Netherlands. The purpose of this office was to provide for Board representation in Western European countries. The new office is functioning along the same lines as the long-established London office and is supplementary to it.

14. Advisory Committee

In 1955-56 four meetings of the Advisory Committee were held. At the request of the Government the Committee acted as advisors to the Canadian delegation in the negotiation of the International Wheat Agreement which became effective on August 1, 1956.

The members of the Advisory Committee are: Mr. J. H. Wesson, Regina, Saskatchewan; Mr. J. H. Brownlee, Q.C., Winnipeg, Manitoba; Mr. C. P. Hansen, Saskatoon, Saskatchewan; Mr. R. C. Marler, Edmonton, Alberta; Mr. W. J. Parker, Winnipeg, Manitoba; and Mr. Ben Plumer, Calgary, Alberta.

PART II

FINANCIAL STATEMENTS

The financial statements of The Canadian Wheat Board for the crop year ended July 31, 1956 are presented in this section of the Report and consist of a Consolidated Balance Sheet (Exhibit I) which sets forth the financial position of the Board as at the foregoing date, together with other statements showing the results of Board operations to the close of the crop year, all as tabulated in the index preceding the financial statements and as discussed in Part I of this Report.

In order to expedite the issuance of final payments to producers the 1955-56 Pool Accounts for oats and barley were closed on November 16, 1956 and November 2, 1956 respectively. Stocks of oats and barley remaining in these accounts as at the close of business on the foregoing dates were transferred to the respective 1956-57 Pool Accounts under the provisions of Section 29 of the Canadian Wheat Board Act, the Canadian Wheat Board Regulations 1956-57, Order in Council P.C. 1956-1786, November 29, 1956 and Order in Council P.C. 1956-1707, November 14, 1956. The following summary shows the details of the stocks of oats and barley involved in these transfers:

1955-56 Pool Accounts	Dates Accounts Closed	Stocks transferred to the 1956-57 Pool Accounts	
		(Bushels)	(Value)
Oats	November 16, 1956	10,523,170.3	$ 7,585,257.90
Barley	November 2, 1956	14,693,129.6	$14,639,045.63

The 1955-56 Pool Accounts for oats and barley, therefore, have been closed and final payments have been issued to producers at the date of this Report. Consequently, after considering the proximity of the closing dates of the accounts to the year-end date of July 31, 1956, the operating statements for these accounts and the Consolidated Balance Sheet have been drawn up to include subsequent transactions from the year-end date to the closing dates indicated above in order to reflect the final operating results on the 1955-56 Pool Accounts for oats and barley.

Due to the large volume of wheat remaining unsold in the 1955-56 Pool Account it was decided that it would be advisable to defer the closing of this account.

CONSOLIDATED BALANCE SHEET

The consolidated financial position of The Canadian Wheat Board as at July 31, 1956 including provisions for transactions subsequent thereto relevant to the closing of the 1955-56 Pool Accounts for oats and barley is set forth in Exhibit I. With respect to some of the items appearing in the Consolidated Balance Sheet the following comments are submitted.

Stocks of Grain—$605,085,150.97

WHEAT STOCKS

As at July 31, 1956 the total stocks of wheat held by the Board amounted to 385,153,773.8 bushels. Of this amount 75,278,338.9 bushels had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to the date of delivery. The remaining inventory of wheat amounting to 309,875,434.9 bushels consisted of unsold stocks as at July 31, 1956 of 309,846,951.9 bushels and 28,483.0 bushels of wheat which had been sold as at July 31, 1956, but on a deferred price basis. These stocks were in store country elevators, in store terminal elevators and mills, in transit and in the custody of Agents. In accordance with accepted accounting practice and consistent with the procedure followed in the previous crop year this portion of the inventory in the amount of 309,875,434.9 bushels has been valued at cost which is the initial price paid to producers in the 1955-56 Crop Year; namely, $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Stocks in the custody of Agents represent wheat provisionally invoiced to Agents of the Board and for which the Board will receive a final accounting in respect to the ultimate disposition of these stocks. The Board receives an advance from its Agents for wheat invoiced on a provisional price basis and as at July 31, 1956 this advance was $1.70 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. As at July 31, 1956 advances received by the Board from its Agents totalled $124,362,475.34 as shown in Exhibit I.

OATS AND BARLEY STOCKS

Stocks of oats and barley as at July 31, 1956 in store country and terminal elevators and in transit were 35,661,949.7 bushels and 45,047,532.9

bushels respectively. Marketing operations were completed on the 1955-56 Pool Account for oats on November 16, 1956 and on the 1955-56 Pool Account for barley on November 2, 1956. The respective inventories, therefore, of oats and barley are stated at the values which were ultimately received from the sale of these inventories during the period from August 1, 1956 to November 16, 1956 for the oats inventory and during the period from August 1, 1956 to November 2, 1956 for the barley inventory—basis in store Fort William/Port Arthur.

Accounts Receivable—$480,866.59

This item consists in the main of amounts due from Agents of the Board in respect to sales which had been completed as at July 31, 1956, but for which final accounts were not received by the Board until subsequent to that date. The item also includes sundry amounts payable to the Board which were not collected until after the year-end date.

Grain Trade Memberships—$21,736.52

The Canadian Wheat Board owns ten memberships in the Winnipeg Grain Exchange, one in the Vancouver Grain Exchange, one in the Winnipeg Grain and Produce Exchange Clearing Association Limited and one in the Lake Shippers' Clearance Association. These memberships are stated at cost less recorded dividends to July 31, 1956.

The Canadian Wheat Board Building, at cost less depreciation—$372,000.00

Under the authority of Order in Council P.C. 146/2800 the Board purchased The Canadian Wheat Board Building on August 31, 1946 at a cost of $450,000.00 for the land and buildings.

In accordance with instructions received from the Government of Canada the Board paid to the City of Winnipeg and the City of Calgary grants of $33,429.52 and $667.66 respectively in lieu of realty and business taxes on The Canadian Wheat Board Building and on premises rented by the Board in the City of Winnipeg and in lieu of business taxes on premises rented by the Board in the City of Calgary, but without admitting any liability for such taxes. These grants totalled $34,097.18 and of this amount $19,890.03 has been applied to Board operations for the period from January 1, 1956 to July 31, 1956. The balance of $14,207.15 has been deferred and will be charged to the operations of the 1956-57 Crop Year. This latter figure is included in the item of $41,722.12 as shown in the Consolidated Balance Sheet. Depreciation has been provided on The Canadian Wheat Board Building for the year ended July 31, 1956 at the rate of 2% per annum amounting to $7,800.00. The amounts for depreciation and taxes, $7,800.00 and $19,890.03 respectively are included in the item of $219,090.79 as shown in Exhibit VII.

Bank Loans—$37,017,575.45

During the crop year under review payments were made to producers involving a cash distribution of $72,256,841.02 consisting of the following:

INTERIM PAYMENTS		
1954-55 Pool Account—Wheat		$22,261,003.14
FINAL PAYMENTS		
1954-55 Pool Account—Wheat	$39,679,620.35	
1954-55 Pool Account—Oats	3,779,605.60	
1954-55 Pool Account—Barley	6,536,611.93	49,995,837.88
		$72,256,841.02

At the commencement of the crop year Board borrowings from the Chartered Banks amounted to $85,164,408.31 and during the 1955-56 Crop Year the Board's cash requirements remained at a high level in order to carry abnormally large stocks of wheat, to distribute payments to producers and to meet current operating expenses. Consequently, the Board remained in a borrowing position with the Chartered Banks throughout the whole of the 1955-56 Crop Year. Board borrowings from the Chartered Banks reached a maximum of $111,440,321.42 on March 23, 1956, but had declined to $37,017,575.45 as at July 31, 1956. At the year-end date the interest rate in effect on these borrowings was 3% per annum.

On April 23, 1956 the representatives of the Chartered Banks approached the Board to open

negotiations for an increase in the interest rate paid by the Board on its direct borrowings from the Chartered Banks and in the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board. The negotiations continued until August 3, 1956 on which date the Board with the approval of the Government of Canada accepted an increase in interest rates of ¼ of 1% per annum, effective as from August 6, 1956. Effective from the foregoing date, therefore, the interest rate paid by the Board on its direct borrowings from the Chartered Banks was increased from 3% to 3¼% per annum and the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased from 3¾% to 4% per annum.

Subsequently on October 16, 1956 the representatives of the Chartered Banks again approached the Board to open negotiations for a further increase in interest rates. After considerable negotiations with the Banks' representatives and consultation with the Government of Canada interest rates were again increased by ½ of 1% per annum. Therefore, effective from October 24, 1956, the interest rate paid by the Board on its direct borrowings from the Chartered Banks was increased from 3¼% to 3¾% per annum and the interest rate paid by Grain Companies on bank loans secured by grain held by them was increased from 4% to 4½% per annum. These new rates of 3¾% and 4½% per annum are the rates in effect at the date of this Report.

Liability to Agents—$400,330,196.93

Grain Companies acting in the capacity of Agents of the Board accept deliveries from producers at country elevators and on behalf of the Board pay the producers basis the Board's initial price in effect. Settlement is not made by the Board for these purchases until delivery to the Board is completed by its Agents at terminal or mill positions. The liability to Agents amounting to $400,330,196.93 represents the amount payable by the Board to its Agents for purchases of wheat, oats and barley from producers at country elevator points to July 31, 1956 for which delivery to and settlement by the Board will be completed subsequent to the year-end date.

Amounts Due to Producers

ADJUSTMENT PAYMENTS

There were no adjustment payments authorized on the 1955-56 Pool Accounts for wheat, oats and barley, but in respect to adjustment payments which had been authorized on previous accounts there was still outstanding as at July 31, 1956 the sum of $651,600.83 consisting of the following:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
Balance payable on the three adjustment payments authorized on the 1945-49 Pool Account	$570,492.69	$45,800.28	$616,292.97
1950-51 Pool Account		4,551.76	4,551.76
1951-52 Pool Account		5,561.95	5,561.95
1952-53 Pool Account		5,351.84	5,351.84
	570,492.69	61,265.83	631,758.52
COARSE GRAINS			
1950-51 Pool Account—Oats		795.63	795.63
1950-51 Pool Account—Barley		1,164.98	1,164.98
1951-52 Pool Account—Barley		653.92	653.92
1952-53 Pool Account—Barley		1,378.64	1,378.64
1954-55 Pool Account—Oats		5,331.76	5,331.76
1954-55 Pool Account—Barley		10,517.38	10,517.38
		19,842.31	19,842.31
Total amount payable on adjustment payments—wheat and coarse grains	$570,492.69	$81,108.14	$651,600.83

In the period from August 1, 1956 to December 31, 1956 the Board paid $16,486.82 in respect to the above liability of $651,600.83.

Interim Payments

In the crop year under review an interim payment was authorized on the 1954-55 Pool Account for wheat in accordance with the provisions of Section 26 (3) of the Canadian Wheat Board Act and Order in Council P.C. 1956-222, February 9, 1956. The payment applied to deliveries of wheat by producers on the 1954-55 Pool Account in the period from August 1, 1954 to July 31, 1955 and amounted to $22,261,003.14. As at July 31, 1956 there was still outstanding $219,655.44 in respect to this and other interim payments and this amount consisted entirely of cheques in the hands of producers which had not been presented to the Board for payment. The detail of the amount outstanding is as follows:

	Outstanding Cheques
1952-53 Pool Account	$ 13,140.94
1953-54 Pool Account	17,552.90
1954-55 Pool Account	188,961.60
	$219,655.44

During the period from August 1, 1956 to December 31, 1956 the Board paid $125,142.46 in respect to the above liability of $219,655.44.

Final Payments

Amounts due to producers on outstanding participation certificates and cheques with respect to final payments on the undernoted accounts are as follows:

	Outstanding Certificates	Outstanding Cheques	Total
Wheat			
1945-49 Pool Account	$343,870.65	$ 56,020.16	$ 399,890.81
1950-51 Pool Account		12,629.56	12,629.56
1951-52 Pool Account		14,435.49	14,435.49
1952-53 Pool Account		16,150.23	16,150.23
1953-54 Pool Account		42,826.97	42,826.97
1954-55 Pool Account		1,420,910.18	1,420,910.18
	343,870.65	1,562,972.59	1,906,843.24
Coarse Grains			
1949-50 Pool Account—Oats		4,590.83	4,590.83
1949-50 Pool Account—Barley		4,904.69	4,904.69
1950-51 Pool Account—Oats		3,393.62	3,393.62
1950-51 Pool Account—Barley		2,329.72	2,329.72
1951-52 Pool Account—Oats		4,958.21	4,958.21
1951-52 Pool Account—Barley		2,033.48	2,033.48
1952-53 Pool Account—Oats		2,343.38	2,343.38
1952-53 Pool Account—Barley		6,542.13	6,542.13
1953-54 Pool Account—Oats		3,820.67	3,820.67
1953-54 Pool Account—Barley		4,292.47	4,292.47
1954-55 Pool Account—Oats		21,610.25	21,610.25
1954-55 Pool Account—Barley		29,347.18	29,347.18
		90.166.63	90,166.63
Total amount payable on final payments—wheat and coarse grains	$343,870.65	$1,653,139.22	$1,997,009.87

During the period from August 1, 1956 to December 31, 1956 the Board paid $1,256,830.77 in respect to the above liability of $1,997,009.87.

Accrued Expenses and Accounts Payable—$9,586,939.93

This item comprises in the main accrued carrying charges and storage charges to July 31, 1956, together with sundry accounts which were unpaid as at the foregoing date plus provisions for all charges on the 1955-56 Pool Accounts for oats and barley from the year-end date to the dates subsequent thereto on which marketing operations on these two accounts were completed.

Special Account—Net Balance of Undistributed Payment Accounts—$775,729.95

In accordance with the provisions of Section 29A of the Canadian Wheat Board Act the Board was authorized with the approval of the Governor-in-Council to transfer to a Special Account the balances remaining in specific payment accounts and to use such funds for such purposes as the Governor-in-Council upon the recommendation of the Board considers to be for the benefit of producers. The following summary sets forth the details of transactions affecting the Special Account for the crop year under review:

Balance of the Special Account as at July 31, 1955			$851,899.27
(During the crop year under review there were no transfers to the Special Account under the authority of Section 29A of the Canadian Wheat Board Act)			
Less: Expenditures authorized under the provisions of Section 29A (2) of the Canadian Wheat Board Act and the following Orders in Council:			
Order in Council P.C. 1954-956, June 24, 1954			
Total authorization—$135,000.00			
Unexpended July 31, 1955	$52,992.22		
Less: Unexpended July 31, 1956	4,491.76	$48,500.46	
Order in Council P.C. 1955-518, April 6, 1955			
Total authorization—$10,000.00			
Unexpended July 31, 1955	5,000.00		
Less: Unexpended July 31, 1956	Nil	5,000.00	
Order in Council P.C. 1955-1607, October 26, 1955			
Total authorization	75,000.00		
Less: Unexpended July 31, 1956	52,331.14	22,668.86	
Order in Council P.C. 1956-1156, July 26, 1956			
Total authorization	15,000.00		
Less: Unexpended July 31, 1956	15,000.00	Nil	76,169.32
Balance of the Special Account as at July 31, 1956			$775,729.95

STATEMENTS OF OPERATIONS

Wheat Division—1955-56 Pool Account—Exhibit II

As at July 31, 1956 stocks of wheat remaining unsold in the 1955-56 Pool Account and stocks of wheat which had been sold but on a deferred price basis amounted to 309,875,434.9 bushels.

In accordance with accepted accounting practice and consistent with the basis of valuation adopted for the previous fiscal year this inventory for purposes of the Board's accounts at July 31, 1956 has been valued at cost. Cost is the initial price paid to producers in the 1955-56 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. Included in the operating results on the 1955-56 Pool Account to July 31, 1956 is an amount of $8,255,563.61 representing a portion of the carrying charges received from the Government of Canada during the 1955-56 Crop Year under the provisions of the Temporary Wheat Reserves Act. The total carrying charges received under this legislation for the 1955-56 Crop Year amounted to $31,486,186.65. The Board recommended and the Governor-in-Council approved by Order in Council P.C. 1956-765, May 17, 1956, that these carrying charges be allocated as follows:

1954-55 Pool Account—Wheat....	$23,230,623.04
1955-56 Pool Account—Wheat....	8,255,563.61
	$31,486,186.65

During the 1956-57 Crop Year the Board will receive $28,816,765.80 for carrying charges under the provisions of the Temporary Wheat Reserves Act and this amount will be allocated between the 1955-56 Pool Account—Wheat and the 1956-57 Pool Account—Wheat. At the date of this Report the allocation of these carrying charges to these two accounts has not been determined.

In terms of the foregoing and on the basis of the valuation of the inventory, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1955-56 Pool Account to July 31, 1956 showed a surplus of $6,845,746.04. This surplus should not be viewed as the final result of marketing operations on the 1955-56 Pool Account.

Oats and Barley Division

Under the authority of the Canadian Wheat Board Act and Order in Council P.C. 1955-855, June 8, 1955, the Board was authorized to purchase from producers during the 1955-56 Crop Year oats and barley produced in the designated area and to pay to producers a fixed initial price of 65 cents per bushel for No. 2 Canada Western Oats and a fixed initial price of 96 cents per bushel for No. 3 Canada Western Six-Row Barley both prices basis in store Fort William/Port Arthur.

Marketing operations on the 1955-56 Pool Account for oats were completed on November 16, 1956 and on the 1955-56 Pool Account for barley on November 2, 1956. These operations resulted in surpluses of $8,284,952.47 and $15,405,046.94 as shown in Exhibits III and IV respectively. The operating statements for these two accounts to July 31, 1956 have been drawn up so as to reflect the final surpluses realized to the dates on which marketing operations were completed. The inventories of oats and barley at July 31, 1956 are stated at the ultimate values which were received from the sale of these inventories subsequent to the year-end date and provision has been made in the accounts as at July 31, 1956 for carrying charges, storage charges, interest, administrative expenses and all other charges incident to the completion of marketing operations on the dates indicated.

The amounts available for final payments to producers on the 1955-56 Pool Accounts for oats and barley were $8,169,672.90 and $15,217,219.17 respectively computed as follows:

	Oats	Barley
Surplus on operations for the period from—		
August 1, 1955 to November 16, 1956	$8,284,952.47	
August 1, 1955 to November 2, 1956		$15,405,046.94
Add: Interest on the surplus for the period from—		
November 17, 1956 to December 16, 1956	25,535.81	
November 3, 1956 to December 2, 1956		47,481.31
	8,310,488.28	15,452,528.25
Deduct: Estimated cost of issuing final payments to producers	58,293.43	81,599.80
Prairie Farm Assistance Act levy	82,521.95	153,709.28
	140,815.38	235,309.08
Amount payable to producers	$8,169,672.90	$15,217,219.17

During the period of marketing operations the average price realized on the sale of No. 2 Canada Western Oats basis in store Fort William/Port Arthur was 84.267 cents per bushel and the average price realized on the sale of No. 3 Canada Western Six-Row Barley basis in store Fort William/Port Arthur was $1.12864 per bushel. The final payment price for the foregoing grade of oats and of barley was 14.697 cents per bushel and 12.719 cents per bushel respectively computed as follows:

	No. 2 Canada Western Oats	No. 3 Canada Western Six-Row Barley
	$	$
Average realized sales price	.84267	1.12864
Less: Initial payment to producers	.65	.96
	.19267	.16864
Less: Cost per bushel for carrying charges, interest, administrative expenses, etc.	.04422	.04017
	.14845	.12847
Less: Prairie Farm Assistance Act levy @ 1%	.00148	.00128
Final payment to producers	.14697	.12719
	14.697 cents	12.719 cents

Payments on grades other than No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley varied according to the fixed initial discounts under No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley at which each grade of oats and barley was purchased from producers and the average premiums or discounts in relation to No. 2 Canada Western Oats and No. 3 Canada Western Six-Row Barley at which each grade of oats and barley was sold.

Schedule of Administrative and General Expenses—Exhibit VII

The total expenditures under this heading for the crop year under review amounted to $2,896,916.74 comprising expenses applicable to the Board's offices at Winnipeg, Calgary, Vancouver, Montreal, London (England), Rotterdam (Netherlands) and Washington (D.C.). Details of these expenditures and the allocations to Board operations are set forth in Exhibit VII.

The Report of the Board's Auditors and the financial statements for the year ended July 31, 1956 is contained in Part III of this Report.

In this Report and in the financial statements we have endeavoured to describe the administration of policy with respect to wheat, oats and barley for the year ended July 31, 1956.

In conclusion we would like to record our appreciation for the loyal and conscientious service rendered by the officers and staff of the Board.

All of which is respectfully submitted,

GEO. McIVOR
Chief Commissioner

W. C. McNAMARA
Assistant Chief Commissioner

W. RIDDEL
Commissioner

W. E. ROBERTSON
Commissioner

THE CANADIAN WHEAT BOARD
INDEX TO FINANCIAL STATEMENTS
31st July 1956

Exhibit I. *Consolidated Balance Sheet.*

Exhibit II. *Statement of Operations, 1955-56 Pool Account—Wheat.*

Exhibit III. *Statement of Operations, 1955-56 Pool Account—Oats.*

Exhibit IV. *Statement of Operations, 1955-56 Pool Account—Barley.*

Exhibit V. *Statement of Payments to Producers.*

Exhibit VI. *Statement of Provisions for Final Payment Expenses.*

Exhibit VII. *Schedule of Administrative and General Expenses and Allocations to Operations for the year ended 31st July 1956.*

THE CANADI
CONSOLIDATI
As at 3

ASSETS

Stocks of grain:		
Wheat stocks — stated at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill	$120,276,608.63	
Wheat stocks — stated at cost prices basis in store Fort William/Port Arthur or Vancouver	411,275,026.69	
	531,551,635.32	
Oats stocks — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur	27,132,309.45	
Barley stocks — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur	46,401,206.20	$605,085,150.9
Accounts receivable		480,866.5
Memberships — In the Winnipeg and Vancouver Grain Exchanges, the Winnipeg Grain and Produce Exchange Clearing Association Limited and the Lake Shippers' Clearance Association		21,736.5
The Canadian Wheat Board Building, Winnipeg, at cost less depreciation		372,000.(
Deferred and prepaid expenses		41,722.7
Office furniture, equipment and automobiles, at cost less depreciation		103,451.2
		$606,104,927.4

Approved:

GEO. MCIVOR, *Chief Commissioner*	W. C. MCNAMARA, *Assistant Chief Commissioner*	W. RIDDEL, *Commissioner*	W. E. ROBERTSO *Commissioner*

Exhibit I

[EAT BOARD
LANCE SHEET
r 1956

LIABILITIES

ank loans			$ 37,017,575.45
ability to Agents for grain purchased from Producers but not yet delivered to the Board			400,330,196.93
dvances received on Agency wheat stocks			124,362,475.34
mounts due to Producers:			
Outstanding certificates and cheques:			
Balance of adjustment payments	— Wheat	$ 631,758.52	
	— Coarse Grains	19,842.31	
Balance of interim payments	— Wheat	219,655.44	
Balance of final payments	— Wheat	1,906,843.24	
	— Coarse Grains	90,166.63	2,868,266.14
ccrued expenses and accounts payable			9,586,939.93
rovisions for final payment expenses			627,998.30
pecial Account — net balance of undistributed payment accounts			775,729.95
urpluses resulting from operations:			
1955-56 Pool Account — Wheat		6,845,746.04	
1955-56 Pool Account — Oats		8,284,952.47	
1955-56 Pool Account — Barley		15,405,046.94	30,535,745.45
			$606,104,927.49

This is the Consolidated Balance Sheet which is referred to in our report of this date.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
1st December 1956.

THE CANADIA
1955-56 Poo
STATEMENT C
For the year ende

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Purchased from 1954-55 Pool Account—Wheat.....

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Weight losses in transit and in drying.....

Uncompleted sales at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Stocks of wheat—stated at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Surplus on wheat transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators.....

Storage on wheat stored in terminal elevators.....

Net interest paid to agents on agency wheat stocks.....

Less: Carrying charges received under the Temporary Wheat Reserves Act.....

Bank interest, exchange and bank charges less net interest recovered from other Board accounts

Net additional freight on wheat shipped from country stations to terminal positions.....

Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....

Drying charges.....

Administrative and general expenses to 31st July 1956.....

Surplus on operations of the Board on 1955-56 Pool Account - Wheat, as at 31st July 1956 after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Exhibit II

HEAT BOARD
count-Wheat
PERATIONS
st July 1956

Bushels			Amount	
,212,168.5			$469,876,988.09	
763,870.7			1,025,220.00	
,381,331.3	514,357,370.5		249,083,947.15	$719,986,155.24
,356,090.8				
,642,486.2				
,194,738.2				
10,281.5	129,203,596.7	$208,642,341.83		
),100,484.0				
,953,826.7				
,224,028.2	75,278,338.9	120,276,608.63	328,918,950.46	
	309,875,434.9		411,275,026.69	740,193,977.15
	514,357,370.5			20,207,821.91
		15,556,996.48		
		2,861,424.82		
		1,208,807.30		
		19,627,228.60		
		8,255,563.61	11,371,664.99	
			703,277.37	
			164,165.86	
			130,804.68	
			15,293.76	
			976,869.21	13,362,075.87
				$ 6,845,746.04

THE CANADI
1955-56 Po
STATEMENT
For the crop ye
(Including provision

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1954-55 Pool Account — Oats.....

Oats sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Stocks of oats—stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc: (including provision for expenses to 16th November 1956)

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Vancouver for export.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1956.....

Add: Proportion of administrative and general expenses for the period from 1st August 1956 to 16th November 1956.....

Surplus on operations of the Board on 1955-56 Pool Account — Oats, for the crop year ended 31st July 1956.....

Exhibit III

HEAT BOARD
count-Oats
PERATIONS
ded 31st July 1956
nsactions to 16th November 1956)

Bushels			Amount	
71,387,015.7			$43,024,515.45	
88.5			52.78	
8,016,426.8	79,403,531.0		5,169,575.04	$48,194,143.27
43,741,581.3			32,470,633.14	
35,661,949.7	79,403,531.0		27,132,309.45	59,602,942.59
				11,408,799.32
		$2,400,192.62		
		392,364.18	2,792,556.80	
			16,093.91	
			(170.81)	
			16,486.24	
		223,685.93		
		75,194.78	298,880.71	3,123,846.85
				$ 8,284,952.47

THE CANAD
1955-56 P
STATEMENT
For the crop y
(Including provision

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur .....

Purchased from 1954-55 Pool Account — Barley.....

Barley sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Weight losses in drying.....

Net proceeds from sales.....

Stocks of barley — stated at the ultimate value received from the sale thereof, basis in store Fort William/Port Arthur.....

Surplus on barley transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc: (including provision for expenses to 2nd November 1956)

Carrying charges:

Carrying charges on barley stored in country elevators.....

Storage on barley stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of barley to Pacific Coast ports for export.....

Diversion charges on shipments of barley to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1956.....

Add: Proportion of administrative and general expenses for the period from 1st August 1956 to 2nd November 1956.....

Surplus on operations of the Board on 1955-56 Pool Account — Barley, for the crop year ended 31st July 1956.....

Exhibit IV

EAT BOARD
ount - Barley
ERATIONS
led 31st July 1956
sactions to 2nd November 1956)

Bushels			Amount	
113,886,727.9			$102,031,688.40	
3,278.8			2,170.60	
27,185,739.2	141,075,745.9		25,678,496.84	$127,712,355.84
96,021,703.1			101,256,604.18	
6,509.9			—	
96,028,213.0			101,256,604.18	
45,047,532.9	141,075,745.9		46,401,206.20	147,657,810.38
				19,945,454.54
		$3,781,008.34		
		604,924.73	4,385,933.07	
			(27,470.17)	
			(419,141.06)	
			87,071.17	
			10,733.88	
			13,440.20	
		396,804.14		
		93,036.37	489,840.51	4,540,407.60
				$ 15,405,046.94

THE CANAD
STATEMENT
As at

Adjustment Payments:

Wheat:

1945-49 Pool Account.....
1950-51 Pool Account.....
1951-52 Pool Account.....
1952-53 Pool Account.....

Coarse Grains:

1950-51 Pool Account — Oats.....
1950-51 Pool Account — Barley.....
1951-52 Pool Account — Barley.....
1952-53 Pool Account — Barley.....
1954-55 Pool Account — Oats.....
1954-55 Pool Account — Barley.....

Interim Payments:

Wheat:

1952-53 Pool Account.....
1953-54 Pool Account.....
1954-55 Pool Account.....

Final Payments:

Wheat:

1945-49 Pool Account.....
1950-51 Pool Account.....
1951-52 Pool Account.....
1952-53 Pool Account.....
1953-54 Pool Account.....
1954-55 Pool Account.....

Coarse Grains:

1949-50 Pool Account — Oats.....
1949-50 Pool Account — Barley.....
1950-51 Pool Account — Oats.....
1950-51 Pool Account — Barley.....
1951-52 Pool Account — Oats.....
1951-52 Pool Account — Barley.....
1952-53 Pool Account — Oats.....
1952-53 Pool Account — Barley.....
1953-54 Pool Account — Oats.....
1953-54 Pool Account — Barley.....
1954-55 Pool Account — Oats.....
1954-55 Pool Account — Barley.....

Total — all Accounts.....

Exhibit V

EAT BOARD
MENTS TO PRODUCERS
1956

Total Amounts Payable to Producers	Cheques Cashed by Producers to 31st July 1956	Balances Payable to Producers as at 31st July 1956
$ 388,564,142.91	$ 387,947,849.94	$ 616,292.97
49,629,262.54	49,624,710.78	4,551.76
47,681,245.77	47,675,683.82	5,561.95
61,124,386.63	61,119,034.79	5,351.84
$ 546,999,037.85	$ 546,367,279.33	$ 631,758.52
$ 5,707,963.15	$ 5,707,167.52	$ 795.63
11,173,606.63	11,172,441.65	1,164.98
13,600,641.70	13,599,987.78	653.92
14,467,203.86	14,465,825.22	1,378.64
3,241,697.20	3,236,365.44	5,331.76
7,900,535.63	7,890,018.25	10,517.38
$ 56,091,648.17	$ 56,071,805.86	$ 19,842.31
$ 63,962,036.83	$ 63,948,895.89	$ 13,140.94
38,638,704.15	38,621,151.25	17,552.90
22,261,003.14	22,072,041.54	188,961.60
$ 124,861,744.12	$ 124,642,088.68	$ 219,655.44
$ 119,075,039.68	$ 118,675,148.87	$ 399,890.81
104,933,267.56	104,920,638.00	12,629.56
114,585,112.68	114,570,677.19	14,435.49
58,282,438.38	58,266,288.15	16,150.23
25,411,407.89	25,368,580.92	42,826.97
39,679,620.35	38,258,710.17	1,420,910.18
$ 461,966,886.54	$ 460,060,043.30	$1,906,843.24
$ 15,546,322.39	$ 15,541,731.56	$ 4,590.83
26,643,973.33	26,639,068.64	4,904.69
9,639,421.43	9,636,027.81	3,393.62
15,112,054.03	15,109,724.31	2,329.72
24,746,258.79	24,741,300.58	4,958.21
19,241,174.36	19,239,140.88	2,033.48
10,949,996.58	10,947,653.20	2,343.38
21,408,203.67	21,401,661.54	6,542.13
5,631,130.40	5,627,309.73	3,820.67
9,833,495.41	9,829,202.94	4,292.47
3,779,605.60	3,757,995.35	21,610.25
6,536,611.93	6,507,264.75	29,347.18
$ 169,068,247.92	$ 168,978,081.29	$ 90,166.63
$1,358,987,564.60	$1,356,119,298.46	$2,868,266.14

THE CANAD
STATEMENT OF PROVISIO
To

	Original Provisions	Payment Costs and Other Adjustments to 31st July 1955
Marketing of Producers' Grain:		
Wheat:		
1945-49 Pool Account	$ 450,052.01	$ 508,070.54
1950-51 Pool Account	225,907.74	281,001.18
1951-52 Pool Account	262,601.16	269,451.12
1952-53 Pool Account	168,509.10	178,731.94
1953-54 Pool Account	139,557.42	81,705.04
1954-55 Pool Account	161,410.82	—
	1,408,038.25	1,318,959.82
Coarse Grains:		
1949-50 Pool Account — Oats	81,867.67	58,789.17
1949-50 Pool Account — Barley	88,713.98	65,123.62
1950-51 Pool Account — Oats	59,846.99	67,309.40
1950-51 Pool Account — Barley	63,076.03	67,163.37
1951-52 Pool Account — Oats	86,315.60	91,142.62
1951-52 Pool Account — Barley	78,000.10	85,143.17
1952-53 Pool Account — Oats	74,171.79	65,915.89
1952-53 Pool Account — Barley	94,111.14	87,463.70
1953-54 Pool Account — Oats	69,995.33	50,582.59
1953-54 Pool Account — Barley	80,287.94	60,142.79
1954-55 Pool Account — Oats	60,307.99	—
1954-55 Pool Account — Barley	79,903.89	—
	916,598.45	698,776.32
Total — all Accounts	$2,324,636.70	$2,017,736.14

Exhibit VI

EAT BOARD
FINAL PAYMENT EXPENSES
1956

Payment Costs Year Ended 31st July 1956	Exchange, Commissions and Other Adjustments 1955-56 Year	Balance of Original Provisions	Net Interest Credits on Surplus Funds to 31st July 1956	Balance as at 31st July 1956
$ 19,189.59	$22,809.57	($100,017.69)	$215,452.16	$115,434.47
1,129.07	29.87	(56,252.38)	49,789.95	(6,462.43)
1,966.19	442.84	(9,258.99)	63,771.26	54,512.27
7,366.46	306.68	(17,895.98)	164,694.97	146,798.99
23,610.23	1,075.67	33,166.48	5,062.39	38,228.87
86,031.15	51,607.01	23,772.66	3,864.04	27,636.70
139,292.69	76,271.64	(126,485.90)	502,634.77	376,148.87
695.29	1,498.76	20,884.45	5,140.90	26,025.35
592.61	753.94	22,243.81	6,027.14	28,270.95
599.93	1.22	(8,063.56)	4,983.58	(3,079.98)
617.98	.91	(4,706.23)	6,468.22	1,761.99
1,057.41	4.06	(5,888.49)	9,818.56	3,930.07
1,211.06	50.72	(8,404.85)	8,135.08	(269.77)
2,710.14	(408.62)	5,954.38	13,013.56	18,967.94
3,050.77	(37.97)	3,634.64	35,925.29	39,559.93
6,523.02	21.82	12,867.90	11,340.41	24,208.31
6,328.96	(40.69)	13,856.88	17,890.13	31,747.01
28,221.53	5,533.03	26,553.43	8,334.87	34,888.30
37,775.35	9,579.01	32,549.53	13,289.80	45,839.33
89,384.05	16,956.19	111,481.89	140,367.54	251,849.43
$228,676.74	$93,227.83	($ 15,004.01)	$643,002.31	$627,998.30

THE CANAD
SCHEDULE OF ADMINISTRA
AND ALLOCATI
For the year en

Administrative and general expenses:	
Salaries — Board members, officers and staff	$1,921,159.48
Unemployment insurance	16,001.19
Advisory Committee — travelling expenses and per diem allowance	883.55
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building, Winnipeg	219,090.79
Telephone — exchange service and long distance calls	46,068.53
Telegrams and cables	26,607.57
Postage	67,096.91
Printing, stationery and supplies	144,327.80
Office expenses	14,272.62
Advertising	5,427.73
Travelling expenses	52,456.15
Travelling expenses — Inspectors	33,986.19
Legal fees and court costs	1,563.96
Audit fees	57,500.00
Tabulating equipment — rental and sundries	136,239.81
Repairs and upkeep of office machinery and equipment	5,129.32
Grain market publications and services	4,327.62
Bonds and insurance	3,646.20
Grain Exchange dues	3,120.00
Express, freight and cartage on stationery, etc.	13,269.57
Depreciation on furniture, equipment and automobiles	17,379.99
Contribution to Pension Fund, actuarial and other expenses	107,361.76
	$2,896,916.74

EAT BOARD
) GENERAL EXPENSES
OPERATIONS
t July 1956

Allocations to operations:

1. Marketing of Producers' grain (including cost of distributing interim and adjustment payments, if any):

1955-56 Pool Account — Wheat	$976,869.21	
1955-56 Pool Account — Oats	223,685.93	
1955-56 Pool Account — Barley	396,804.14	
1954-55 Pool Account — Wheat	922,608.00	
1954-55 Pool Account — Oats	63,921.38	
1954-55 Pool Account — Barley	84,351.34	$2,668,240.00

2. Distributing final payments to Producers:

(a) Wheat:

1954-55 Pool Account	86,031.15	
1953-54 Pool Account	23,610.23	
1952-53 Pool Account	7,366.46	
1951-52 Pool Account	1,966.19	
1950-51 Pool Account	1,129.07	
1945-49 Pool Account	19,189.59	139,292.69

(b) Coarse Grains:

1954-55 Pool Account — Oats	28,221.53	
1954-55 Pool Account — Barley	37,775.35	
1953-54 Pool Account — Oats	6,523.02	
1953-54 Pool Account — Barley	6,328.96	
1952-53 Pool Account — Oats	2,710.14	
1952-53 Pool Account — Barley	3,050.77	
1951-52 Pool Account — Oats	1,057.41	
1951-52 Pool Account — Barley	1,211.06	
1950-51 Pool Account — Oats	599.93	
1950-51 Pool Account — Barley	617.98	
1949-50 Pool Account — Oats	695.29	
1949-50 Pool Account — Barley	592.61	89,384.05

$2,896,916.74

PART III

AUDITORS' REPORT

MILLAR, MACDONALD & CO.

CHARTERED ACCOUNTANTS

The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Consolidated Balance Sheet of The Canadian Wheat Board as at 31st July 1956 and the statements of operations and supporting schedules for the crop year ended on that date and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Consolidated Balance Sheet and statements of operations and supporting schedules are properly drawn up so as to exhibit a true and correct view of the financial position of The Canadian Wheat Board as at 31st July 1956, and the results of its operations for the crop year ended on that date, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1956.

ADDENDA

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TABLE I

ACREAGE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1956

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Acres)			
1930	23,960	8,286	4,755	1,370	571	38,942
1931	25,586	8,279	3,214	733	641	38,453
1932	26,395	8,533	3,154	706	454	39,242
1933	25,177	8,945	3,032	520	236	37,910
1934	23,296	9,115	2,962	619	218	36,210
1935	23,293	9,478	3,187	649	297	36,904
1936	24,838	8,674	3,724	562	469	38,267
1937	24,599	8,579	3,562	808	233	37,781
1938	24,946	8,518	3,687	655	202	38,008
1939	25,813	8,227	3,607	1,014	288	38,949
1940	27,750	7,818	3,622	943	364	40,497
1941	21,216	8,204	4,779	844	1,030	36,073
1942	20,653	9,528	6,365	1,227	1,510	39,283
1943	16,026	11,266	7,682	447	2,955	38,376
1944	21,900	9,731	6,535	581	1,191	39,938
1945	22,430	9,785	6,516	422	848	40,001
1946	23,731	8,470	5,788	643	865	39,497
1947	23,357	7,818	7,035	1,124	1,724	41,058
1948	22,820	7,516	6,082	2,225	1,880	40,523
1949	26,524	7,355	5,617	1,095	290	40.881
1950	26.382	7,520	6,205	1,041	541	41,689
1951	24,385	8,312	7,530	1,047	1,086	42,360
1952	25,372	7,560	8,145	1,193	1,047	43,317
1953	24,648	6,490	8,599	1,411	926	42,074
1954	23,437	6,715	7,568	753	1,177	39,650
1955	20,812	7,788	9,638	707	1,809	40,754
1956 ①	20,630	8,605	8,462	477	3,097	41,271

①Preliminary—basis estimate of November 7, 1956.

Source: Dominion Bureau of Statistics.

TABLE II

YIELD PER ACRE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1956

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed
			(Bushels)		
1930	16.6	30.7	23.0	15.1	8.7
1931	11.8	22.2	15.7	5.7	3.7
1932	16.0	28.8	20.0	10.3	5.8
1933	10.4	19.8	15.6	6.0	2.4
1934	11.3	18.9	15.1	5.9	3.8
1935	11.3	25.8	19.7	12.9	5.3
1936	8.1	15.7	14.1	5.7	3.7
1937	6.4	16.6	17.5	5.3	3.0
1938	13.5	27.2	21.8	14.3	5.9
1939	19.1	28.1	22.5	13.5	6.8
1940	18.5	29.3	22.9	13.0	7.9
1941	14.0	21.9	20.0	13.0	6.4
1942	25.6	51.7	37.6	18.4	10.1
1943	16.7	33.3	25.7	11.8	6.1
1944	17.9	36.1	26.4	12.4	7.2
1945	13.1	25.5	21.0	10.8	7.0
1946	16.6	28.9	23.1	11.3	7.6
1947	13.7	24.5	18.6	10.8	7.6
1948	15.6	29.6	23.3	11.1	9.3
1949	12.9	25.8	19.4	7.2	6.8
1950	16.6	33.9	25.3	10.6	8.3
1951	21.7	40.9	31.1	15.3	8.2
1952	26.7	45.8	34.5	19.4	10.8
1953	23.7	42.5	29.2	19.0	10.0
1954	12.0	29.2	22.1	16.2	9.3
1955	22.7	37.2	25.3	18.9	10.8
1956 ①	25.0	46.0	31.8	14.3	11.1

① Preliminary—basis of November 7, 1956.

Source: Dominion Bureau of Statistics.

TABLE III

PRODUCTION OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1956

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)			
1930	397,300	254,011	109,495	20,641	4,963	786,410
1931	301,181	183,700	50,540	4,157	2,370	541,948
1932	422,947	245,726	63,114	7,270	2,640	741,697
1933	263,004	177,422	47,243	3,104	563	491,336
1934	263,800	172,040	44,742	3,664	827	485,073
1935	264,096	244,854	62,625	8,379	1,563	581,517
1936	202,000	135,862	52,617	3,201	1,730	395,410
1937	156,800	142,413	62,418	4,280	694	366,605
1938	336,000	232,000	80,200	9,340	1,185	658,725
1939	494,000	231,500	81,000	13,700	1,950	822,150
1940	513,800	229,000	83,000	12,250	2,875	840,925
1941	296,000	179,600	95,500	9,691	6,643	587,434
1942	529,000	492,700	239,200	22,632	15,180	1,298,712
1943	267,800	374,700	197,700	5,288	18,130	863,618
1944	391,700	350,900	172,500	7,186	8,619	930,905
1945	294,600	249,300	136,600	4,551	5,970	691,021
1946	393,000	245,000	133,700	7,289	6,569	785,558
1947	320,000	191,700	131,000	12,150	13,040	667,890
1948	356,000	222,800	142,000	24,721	17,450	762,971
1949	341,000	189,900	109,000	7,900	1,973	649,773
1950	439,000	255,200	157,000	11,050	4,483	866,733
1951	530,000	340,000	234,000	15,980	8,870	1,128,850
1952	678,000	346,000	281,000	23,200	11,300	1,339,500
1953	584,000	276,000	251,000	26,850	9,300	1,147,150
1954	282,000	196,000	167,000	12,179	10,950	668,129
1955	472,000	290,000	244,000	13,350	19,450	1,038,800
1956 ①	516,000	396,000	269,000	6,843	34,500	1,222,343

①Preliminary—basis estimate of November 7, 1956. Source: Dominion Bureau of Statistics.

TABLE IV

CANADIAN WHEAT SUPPLIES AND DISPOSITION

Crop Years 1930-31 to 1955-56

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance②		Exports① Wheat and Flour	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1930-31	5,326	121,256	420,672	547,254	95,945	54,017	258,694	138,598
1931-32	19,459	119,139	321,325	459,923	71,066	45,886	207,030	135,941
1932-33	7,496	128,445	443,061	579,002	66,625	30,416	264,304	217,657
1933-34	12,340	205,317	281,892	499,549	58,653	43,214	194,780	202,902
1934-35	8,733	194,169	275,849	478,751	49,276	49,872	165,751	213,852
1935-36	7,861	205,991	281,935	495,787	69,934	44,065	254,425	127,363
1936-37	5,520	121,843	219,218	346,581	57,281	42,477	209,773	37,049
1937-38	3,999	33,050	180,210	217,259	54,574	42,563	95,586	24,536
1938-39	5,061	19,475	360,010	384,546	70,942	50,659	160,034	102,911
1939-40	4,682	98,229	520,623	623,534	82,488	47,899	192,674	300,473
1940-41	17,286	283,187	540,190	840,663	86,281	43,047	231,206	480,129
1941-42	13,954	466,175	314,710	794,839	90,953	54,306	225,828	423,752
1942-43	10,446	413,306	556,067	979,819	101,459	69,033	214,701	594,626
1943-44	197,207	397,419	282,377	877,003	96,087	80,630	343,755	356,531
1944-45	53,871	302,660	414,859	771,390	86,856	83,515	342,946	258,073
1945-46	28,650	229,423	316,320	574,393	78,023	79,584	343,186	73,600
1946-47	27,203	46,397	411,601	485,201	77,406	82,233	239,421	86,141
1947-48	25,988	60,153	338,506	424,647	76,952	75,003	194,982	77,710
1948-49	39,162	38,548	381,413	459,123	75,818	48,565	232,329	102,411
1949-50	43,423	58,988	366,028	468,439	74,792	56,310	225,137	112,200
1950-51	12,389	99,811	466,490	578,690	83,588	64,938	240,961	189,203
1951-52	22,260	166,943	553,646	742,849	96,815	73,031	355,825	217,178
1952-53	19,262	197,916	701,922	919,100	86,598	63,790	385,527	383,185
1953-54	93,716	289,469	613,962	997,147	88,484	51,907	255,081	601,675
1954-55	214,860	386,815	308,909	910,584	99,619	59,417	251,800	499,748
1955-56	100,855	398,893	494,140	993,888	75,309	68,204	309,801	540,574
1956-57③	165,205	375,369	537,796	1,078,370				

①Source: Dominion Bureau of Statistics.

②A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1955-56 inclusive, but for Prairie Provinces only for earlier years.

③Preliminary.

TABLE V

CANADIAN OATS SUPPLIES AND DISPOSITION

Crop Years 1930-31 to 1955-56

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance③		Net② Exports	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1930-31	12,020	9,703	423,148	444,871	350,939	19,010	11,477	63,445
1931-32	52,604	10,841	328,278	391,723	319,511	24,353	18,010	29,849
1932-33	22,823	7,026	391,561	421,410	357,149	7,797	14,419	42,045
1933-34	27,701	14,344	307,478	349,523	282,486	26,836	9,141	31,060
1934-35	19,333	11,727	321,120	352,180	288,647	19,200	17,863	26,471
1935-36	20,071	6,400	394,348	420,819	352,243	12,681	15,515	40,380
1936-37	31,186	9,194	271,778	312,158	258,694	25,697	9,501	18,266
1937-38	15,231	3,035	268,442	286,708	238,578	20,404	8,228	19,499
1938-39	16,120	3,379	371,382	390,881	315,512	13,549	12,934	48,887
1939-40	39,654	9,233	384,407	433,294	349,645	13,127	23,591	46,931
1940-41	39,781	7,150	380,526	427,457	350,986	21,257	13,651	41,563
1941-42	37,102	4,461	306,052	347,615	285,653	21,494	11,861	28,607
1942-43	24,173	4,434	641,488	670,095	426,285	31,146	63,323	149,341
1943-44	118,404	30,937	461,567	610,908	366,248	61,446	74,735	108,479
1944-45	69,423	39,056	474,044	582,523	343,960	54,510	85,798	98,255
1945-46	64,825	33,430	351,234	449,489	257,476	70,660	43,861	77,492
1946-47	51,087	26,405	360,860	438,352	259,301	79,808	29,759	69,484
1947-48	52,566	16,918	270,190	339,674	212,496	69,085	10,202	47,891
1948-49	37,593	10,298	345,305	393,196	248,544	60,925	23,220	60,507
1949-50	48,363	12,144	304,595	365,102	238,887	60,763	20,547	44,905
1950-51	33,579	11,326	401,768	446,673	272,851	43,248	35,397	95,177
1951-52	59,481	35,696	488,125	583,302	355,239	49,059	70,646	108,358
1952-53	57,836	50,522	466,793	575,151	314,058	51,313	65,371	144,409
1953-54	90,660	53,749	406,951	551,360	309,830	45,061	70,700	125,769
1954-55	97,250	28,519	306,793	432,562	280,366	45,982	22,247	83,967
1955-56	53,400	30,567	407,783	491,750	318,500	53,076	3,624	116,550④
1956-57④	71,200	45,350	535,394	651,944				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—includes rolled oats and oatmeal.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1955-56 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VI

CANADIAN BARLEY SUPPLIES AND DISPOSITION

Crop Years 1930-31 to 1955-56

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance③		Net② Exports	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1930-31	3,050	21,588	135,160	159,798	101,250	9,774	19,194	29,580
1931-32	17,618	11,962	67,383	96,963	70,240	5,989	13,538	7,196
1932-33	3,477	3,719	80,773	87,969	68,256	2,984	5,391	11,338
1933-34	3,102	8,236	63,359	74,697	51,526	10,367	1,711	11,093
1934-35	1,839	9,254	63,742	74,835	49,803	3,956	15,057	6,019
1935-36	2,022	3,997	83,975	89,994	66,022	6,062	7,676	10,234
1936-37	4,199	6,035	71,922	82,156	53,126	6,678	17,556	4,796
1937-38	1,476	3,320	83,124	87,920	57,951	8,594	14,744	6,631
1938-39	3,178	3,453	102,242	108,873	73,713	7,536	14,820	12,804
1939-40	7,347	5,457	103,147	115,951	81,538	11,081	10,678	12,654
1940-41	7,075	5,579	104,256	116,910	83,929	19,351	2,722	10,908
1941-42	6,505	4,403	110,401	121,309	85,142	23,288	2,058	10,821
1942-43	5,112	5,709	256,037	266,858	134,259	29,559	33,761	69,279
1943-44	41,314	27,965	208,365	277,644	140,751	54,841	36,103	45,949
1944-45	23,379	22,570	187,326	233,275	117,194	47,755	39,407	28,919
1945-46	17,819	11,100	148,792	177,711	85,452	57,906	4,416	29,937
1946-47	13,884	16,053	146,852	176,789	76,674	64,448	6,903	28,764
1947-48	16,492	12,272	139,886	168,650	73,990	60,532	2,679	31,449
1948-49	17,373	14,076	152,281	183,730	80,873	51,458	21,730	29,669
1949-50	18,482	11,187	118,044	147,713	71,868	37,967	17,523	20,355
1950-51	11,324	9,031	167,495	187,850	77,263	34,015	23,076	53,496
1951-52	17,854	35,642	245,212	298,708	110,025	39,264	69,915	79,504
1952-53	21,476	58,028	291,389	370,893	108,922	31,447	118,857	111,667
1953-54	38,235	73,432	262,065	373,732	101,702	36,076	90,044	145,910
1954-55	96,810	49,100	175,509	321,419	117,393	35,446	77,092	91,488
1955-56	42,310	49,178	252,410	343,898	129,778	42,261	64,313	107,546④
1956-57④	50,465	57,081	277,782	385,328				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—bulk barley.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports—marketings are basis all Canada for years 1940-41 to 1955-56 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VII

CANADIAN GRAIN STORAGE POSITION

1930 to 1956—As at July 31st

Year	VISIBLE STOCKS OF ALL GRAINS AS AT JULY 31st①							Total Rated Capacity② as at Dec. 1st
	Wheat	Oats	Barley	Rye	Flax	Other Grains④	Total	
	(Thousands of Bushels)							
1930	121,256	9,703	21,588	9,630	535	9,625	172,337	414,660
1931	119,138	10,841	11,962	13,016	798	24,978	180,733	417,111
1932	128,446	7,026	3,719	5,620	1,314	15,670	161,795	419,520
1933	205,317	14,344	8,236	5,850	1,162	4,402	239,311	419,593
1934	194,169	11,727	9,254	4,013	468	3,049	222,680	419,890
1935	205,991	6,400	3,997	3,088	309	—	219,785	420,644
1936	121,843	9,194	6,035	3,415	262	193	140,942	421,856
1937	33,050	3,035	3,320	330	455	272	40,462	423,063
1938	19,475	3,379	3,453	923	217	6,728	34,175	422,824
1939	98,229	9,233	5,457	2,541	114	3,898	119,472	424,290
1940	283,187	7,150	5,579	4,733	557	3,685	304,891	510,158
1941	466,175	4,461	4,403	4,459	605	2,556	482,659	601,191
1942	413,306	4,434	5,710	3,150	1,005	6,925	434,530	604,254
1943	397,419	30,937	27,965	9,182	3,346	895	469,744	605,988
1944	302,660	39,056	22,570	4,550	2,825	2,502	374,163	603,792
1945	229,423	33,430	11,100	1,519	2,178	167	277,817	575,882
1946	46,397	26,405	16,053	515	1,006	378	90,754	510,053
1947	60,153	16,918	12,272	475	356	359	90,533	505,197
1948	38,548	10,298	14,076	628	3,076	334	66,960	507,756
1949	58,988	12,144	11,187	7,731	10,501	349	100,900	513,243
1950	99,811	11,326	9,031	5,300	4,361	8,407	138,236	520,181
1951	166,943	35,696	35,642	2,449	998	3,607	245,335	530,755
1952	197,916	50,522	58,028	6,748	2,055	668	315,937	542,668
1953	289,469	53,749	73,432	13,036	2,468	421	432,575	564,446
1954	386,815	28,519	49,100	6,425	1,548	1,449	473,856	583,417
1955	398,893	30,567	49,178	8,305	909	520	488,372	602,164
1956③	372,020	45,350	60,501	6,205	1,837	450	486,363	624,754

①Includes stocks in unlicensed mills and any stocks in licensed mills which have been transferred from elevator storage proper to the mill or feed plants for processing.

②Includes all storage: i.e., licensed and unlicensed, permanent and temporary.

③Subject to revision.

④From 1930 to 1948 inclusive—stocks are for the week ending closest to July 31st in each case.

Source: Board of Grain Commissioners for Canada.

TABLE VIII

CANADIAN EXPORTS OF GRAIN AND GRAIN PRODUCTS

Crop Years 1930-31 to 1955-56

Crop Year	Wheat	Wheat Flour①	Oats and Oats Products	Barley	Rye	Flax	Total
			(Thousands of Bushels)				
1930-31	228,536	30,157	11,477	19,194	2,090	1,998	293,45
1931-32	182,803	24,226	18,010	13,538	9,047	251	247,87
1932-33	240,137	24,168	14,419	5,391	2,866	794	287,77
1933-34	170,234	24,546	9,141	1,711	2,580	187	208,39
1934-35	144,375	21,376	17,863	15,057	1,187	12	199,87
1935-36	232,020	22,405	15,515	7,676	2,456	19	280,09
1936-37	189,407	20,365	9,501	17,556	3,633	178	240,64
1937-38	79,342	16,243	8,228	14,744	648	16	119,22
1938-39	139,315	20,719	12,934	14,820	787	31	188,60
1939-40	162,158	30,516	23,591	10,678	2,743	—	229,68
1940-41	184,907	46,300	13,651	2,722	1,958	55	249,59
1941-42	179,902	45,926	11,861	2,058	2,792	842	243,38
1942-43	158,112	56,588	63,323	33,761	2,004	5,202	318,99
1943-44	283,166	60,590	74,735	36,103	8,108	10,050	472,75
1944-45	280,288	62,657	85,798	39,407	6,188	4,327	478,66
1945-46	278,070	65,116	43,861	4,416	2,968	346	394,77
1946-47	163,388	76,033	29,759	6,903	5,269	61	281,41
1947-48	133,505	61,477	10,202	2,679	10,226	1,788	219,87
1948-49	184,235	48,094	23,220	21,730	10,239	4,413	291,93
1949-50	179,457	45,680	20,547	17,523	9,954	3,034	276,19
1950-51	185,039	55,921	35,397	23,076	9,367	4,131	312,93
1951-52	304,722	51,103	70,646	69,915	6,820	2,882	506,08
1952-53	329,026	56,501	65,371	118,857	8,993	4,060	582,80
1953-54	208,835	46,246	70,700	90,044	16,835	5,172	437,83
1954-55	211,288	40,512	22,247	77,092	9,311	6,345	366,79
1955-56	269,801	40,000	3,624	64,313	12,918	11,583	402,23

①In Wheat Equivalent.

Source: Board of Grain Commissioners for Canada.

TABLE IX

DISTRIBUTION OF CANADIAN WHEAT AND WHEAT FLOUR EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1955-56

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	191,283 (82.7%)	10,042 (4.3%)	11,912 (5.2%)	7,337 (3.2%)	2,108 (0.9%)	1,647 (0.7%)	6,877 (3.0%)	231,206 (100.0%)
1941-42	149,774 (66.3%)	26,471 (11.7%)	18,634 (8.3%)	10,519 (4.7%)	2,080 (0.9%)	14,940 (6.6%)	3,410 (1.5%)	225,828 (100.0%)
1942-43	150,232 (70.0%)	24,579 (11.4%)	14,862 (6.9%)	9,568 (4.5%)	1,482 (0.7%)	12,220 (5.7%)	1,757 (0.8%)	214,700 (100.0%)
1943-44	114,522 (33.4%)	37,240 (10.8%)	159,838 (46.5%)	10,272 (3.0%)	1,710 (0.5%)	18,979 (5.5%)	1,194 (0.3%)	343,755 (100.0%)
1944-45	152,598 (44.5%)	86,619 (25.3%)	41,942 (12.2%)	8,912 (2.6%)	4,175 (1.2%)	27,449 (8.0%)	21,250 (6.2%)	342,945 (100.0%)
1945-46	151,491 (44.6%)	88,180 (25.9%)	13,047 (3.8%)	10,163 (3.0%)	5,128 (1.5%)	38,175 (11.2%)	33,922 (10.0%)	340,106 (100.0%)
1946-47	160,983 (66.4%)	38,448 (15.8%)	1,695 (0.7%)	10,031 (4.1%)	7,022 (2.9%)	9,820 (4.0%)	14,859 (6.1%)	242,858 (100.0%)
1947-48	160,707 (82.4%)	14,802 (7.6%)	140 (0.1%)	8,455 (4.4%)	2,804 (1.4%)	1,178 (0.6%)	6,896 (3.5%)	194,982 (100.0%)
1948-49	151,728 (65.3%)	26,099 (11.2%)	5,544 (2.4%)	9,040 (3.9%)	4,578 (2.0%)	11,031 (4.7%)	24,309 (10.5%)	232,329 (100.0%)
1949-50	130,285 (57.9%)	28,932 (12.8%)	13,747 (6.1%)	10,535 (4.7%)	7,022 (3.1%)	9,633 (4.3%)	24,983 (11.1%)	225,137 (100.0%)
1950-51	101,556 (42.1%)	52,792 (21.9%)	21,222 (8.8%)	10,555 (4.4%)	10,396 (4.3%)	9,980 (4.1%)	34,460 (14.4%)	240,961 (100.0%)
1951-52	127,510 (35.8%)	97,916 (27.5%)	38,981 (11.0%)	11,428 (3.2%)	17,278 (4.9%)	12,568 (3.5%)	50,144 (14.1%)	355,825 (100.0%)
1952-53	122,854 (31.9%)	121,162 (31.4%)	23,140 (6.0%)	8,356 (2.2%)	25,976 (6.7%)	21,753 (5.6%)	62,286 (16.2%)	385,527 (100.0%)
1953-54	82,020 (32.2%)	63,350 (24.8%)	7,974 (3.1%)	11,140 (4.4%)	19,528 (7.7%)	11,297 (4.4%)	59,772 (23.4%)	255,081 (100.0%)
1954-55	101,814 (40.4%)	75,820 (30.1%)	5,235 (2.1%)	10,712 (4.3%)	8,685 (3.4%)	7,572 (3.0%)	42,071 (16.7%)	251,909 (100.0%)
1955-56	109,446 (35.3%)	127,210 (41.1%)	8,875 (2.9%)	9,294 (3.0%)	6,751 (2.2%)	8,200 (2.6%)	40,025 (12.9%)	309,801 (100.0%)

①Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE X

DISTRIBUTION OF CANADIAN OATS—EXPORTS BY SELECTED AREAS①

Crop Years 1940-41 to 1955-56

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America③ (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	—	84	10,073	53	—	—	40	10,250
	—	(0.8%)	(98.3%)	(0.5%)	—	—	(0.4%)	(100.0%)
1941-42	194	425	3,421	106	—	—	6	4,877②
	(4.0%)	(8.7%)	(70.1%)	(2.2%)	—	—	(0.1%)	(85.1%)
1942-43	63	316	61,550	398	—	—	—	62,327
	(0.1%)	(0.5%)	(98.8%)	(0.6%)	—	—	—	(100.0%)
1943-44	—	—	71,902	266	—	—	—	72,168
	—	—	(99.6%)	(0.4%)	—	—	—	(100.0%)
1944-45	5,145	1,378	69,708	409	77	—	928	77,645
	(6.6%)	(1.8%)	(89.8%)	(0.5%)	(0.1%)	—	(1.2%)	(100.0%)
1945-46	3,076	18,741	13,264	738	69	1,099	524	37,511
	(8.1%)	(50.0%)	(35.4%)	(2.0%)	(0.2%)	(2.9%)	(1.4%)	(100.0%)
1946-47	10,760	7,453	849	379	7	269	2,075	21,792
	(49.5%)	(34.2%)	(3.9%)	(1.7%)	—	(1.2%)	(9.5%)	(100.0%)
1947-48	—	4,092	1,215	103	4	—	—	5,414
	—	(75.6%)	(22.4%)	(1.9%)	(0.1%)	—	—	(100.0%)
1948-49	—	3,059	18,245	89	18	—	16	21,427
	—	(14.3%)	(85.1%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1949-50	—	1,945	17,089	68	24	—	16	19,142
	—	(10.2%)	(89.2%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1950-51	—	4,073	30,562	55	18	—	9	34,717
	—	(11.7%)	(88.0%)	(0.2%)	(0.1%)	—	—	(100.0%)
1951-52	—	10,957	58,573	36	4	—	9	69,579
	—	(15.7%)	(84.2%)	(0.1%)	—	—	—	(100.0%)
1952-53	564	4,694	59,527	37	4	—	31	64,857
	(0.9%)	(7.2%)	(91.8%)	(0.1%)	—	—	—	(100.0%)
1953-54	1,542	2,383	65,878	74	2	—	35	69,914
	(2.2%)	(3.4%)	(94.2%)	(0.1%)	—	—	(0.1%)	(100.0%)
1954-55	2,494	4,241	14,811	68	15	—	6	21,635
	(11.5%)	(19.6%)	(68.5%)	(0.3%)	(0.1%)	—	—	(100.0%)
1955-56	413	1,297	1,867	40	7	—	—	3,624
	(11.4%)	(35.8%)	(51.5%)	(1.1%)	(0.2%)	—	—	(100.0%)

①Includes Oats as grain only.

②Excludes 725,000 bushels (14.9%) bagged grain destination unknown.

③Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE XI

DISTRIBUTION OF CANADIAN BARLEY EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1955-56

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	186	1,226	1,155	153	2	—	—	2,722
	(6.8%)	(45.0%)	(42.5%)	(5.6%)	(0.1%)	—	—	(100.0%)
1941-42	—	131	1,690	234	—	—	—	2,058②
	—	(6.4%)	(82.1%)	(11.4%)	—	—	—	(99.9%)
1942-43	—	—	33,472	289	—	—	—	33,761
	—	—	(99.1%)	(0.9%)	—	—	—	(100.0%)
1943-44	—	—	35,805	298	—	—	—	36,103
	—	—	(99.2%)	(0.8%)	—	—	—	(100.0%)
1944-45	—	3,609	35,794	4	—	—	—	39,407
	—	(9.2%)	(90.8%)	—	—	—	—	(100.0%)
1945-46	—	755	3,661	—	—	—	—	4,416
	—	(17.1%)	(82.9%)	—	—	—	—	(100.0%)
1946-47	—	2,845	4,058	—	—	—	—	6,903
	—	(41.2%)	(58.8%)	—	—	—	—	(100.0%)
1947-48	—	1,378	1,155	145	—	—	—	2,678
	—	(51.5%)	(43.1%)	(5.4%)	—	—	—	(100.0%)
1948-49	—	10,832	10,647	229	—	—	22	21,730
	—	(49.8%)	(49.0%)	(1.1%)	—	—	(0.1%)	(100.0%)
1949-50	—	1.300	16,202	—	—	—	21	17,523
	—	(7.4%)	(92.5%)	—	—	—	(0.1%)	(100.0%)
1950-51	160	11,127	10,588	—	—	—	1,200	23,075
	(0.7%)	(48.2%)	(45.9%)	—	—	—	(5.2%)	(100.0%)
1951-52	7,656	36,627	10,220	—	1	—	15,411	69,915
	(11.0%)	(52.4%)	(14.6%)	—	—	—	(22.0%)	(100.0%)
1952-53	16,085	53,190	24,085	—	1	—	25,496	118,857
	(13.5%)	(44.7%)	(20.3%)	—	—	—	(21.5%)	(100.0%)
1953-54	19,639	13,438	36,921	2	—	—	20,044	90,044
	(21.8%)	(14.9%)	(41.0%)	—	—	—	(22.3%)	(100.0%)
1954-55	48,538	5,106	19,086	4	2	—	4,356	77,092
	(63.0%)	(6.6%)	(24.8%)	—	—	—	(5.6%)	(100.0%)
1955-56	22,685	5,734	28,855	1	3	—	7,037	64,315
	(35.3%)	(8.9%)	(44.9%)	—	—	—	(10.9%)	(100.0%)

①Includes Newfoundland up to 1949-50.

②3,000 bushels (0.1%) bagged grain—Destination unknown.

Source: Board of Grain Commissioners for Canada.

TABLE XII

PRODUCERS' MARKETINGS — WESTERN CANADIAN GRAINS

Crop Years 1930-31 to 1955-56

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total①
			(Thousands of Bushels)			
1930-31	310,594	31,625	19,342	8,393	4,271	382,148
1931-32	262,222	38,548	11,284	2,454	1,910	322,204
1932-33	371,592	29,534	12,892	3,117	1,773	424,251
1933-34	226,846	33,360	13,096	1,149	362	278,854
1934-35	227,445	31,736	13,756	1,088	430	278,625
1935-36	214,342	30,990	15,776	2,793	986	268,623
1936-37	163,457	29,039	21,519	1,619	1,353	219,578
1937-38	124,574	28,975	23,471	1,462	372	184,551
1938-39	289,447	32,336	24,360	3,393	747	354,471
1939-40	425,531	34,635	21,881	5,214	1,586	492,380
1940-41	456,660	32,150	20,791	5,048	2,572	517,221
1941-42	227,121	33,250	26,644	5,339	4,898	297,252
1942-43	267,340	120,689	85,571	9,777	11,359	494,736
1943-44	329,322	144,277	85,549	4,690	14,239	578,077
1944-45	351,384	134,615	75,690	4,122	7,154	572,965
1945-46	237,300	107,397	67,272	3,096	4,734	419,799
1946-47	334,618	99,856	67,553	5,577	4,808	512,412
1947-48	246,602	72,652	65,014	10,143	10,503	404,914
1948-49	293,987	85,924	70,252	17,502	15,166	482,831
1949-50	319,571	80,448	53,326	8,689	1,493	463,527
1950-51	367,845	102,688	83,414	7,441	3,254	564,642
1951-52	455,362	133,608	130,336	11,727	6,363	737,396
1952-53	535,989	119,750	165,036	15,926	8,155	844,856
1953-54	396,961	90,367	101,397	12,209	7,403	608,337
1954-55	319,780	70,221	112,568	13,191	8,792	524,552
1955-56②	353,411	71,457	114,456	12,484	15,460	567,268

①Totals for crop years 1930-31 to 1939-40 inclusive include platform loadings of coarse grains, not shown in the figures for each individual grain.

②Preliminary figures.

Source: Board of Grain Commissioners for Canada.

TABLE XIII

RAIL SHIPMENTS FROM WESTERN COUNTRY ELEVATORS

Crop Years 1940-41 to 1955-56

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	291,791,209	30,091,662	19,414,309	5,036,067	2,408,460	348,741,707
1941-42	302,863,784	30,878,141	25,134,042	5,303,857	4,568,193	368,748,017
1942-43	175,936,393	103,617,387	76,125,989	5,733,391	10,050,418	371,463,578
1943-44	408,794,410	146,389,951	90,739,736	8,510,339	14,986,072	669,420,508
1944-45	424,079,134	147,124,431	82,033,858	4,502,589	7,093,780	664,833,792
1945-46	297,307,308	110,204,349	67,685,661	2,960,473	5,135,814	483,293,605
1946-47	331,120,642	105,562,688	72,168,541	5,705,585	4,725,954	519,283,410
1947-48	247,005,399	75,656,162	66,070,399	9,785,253	9,860,350	408,377,563
1948-49	289,843,302	83,035,066	68,904,394	16,169,309	15,485,845	473,437,916
1949-50	308,377,624	80,930,369	53,615,249	9,634,397	1,537,866	454,095,505
1950-51	309,397,232	90,260,430	74,336,962	7,815,471	3,010,111	484,820,206
1951-52	429,643,419	121,922,070	114,449,354	9,607,348	5,704,183	681,326,374
1952-53	474,918,967	105,504,254	143,415,520	14,611,088	7,476,310	745,926,139
1953-54	335,834,138	108,061,751	117,237,168	11,545,394	7,683,349	580,361,800
1954-55	307,015,780	73,044,811	112,076,924	13,570,387	8,880,190	514,588,092
1955-56①	332,140,365	63,762,496	112,521,796	11,874,070	14,582,142	534,880,869

①Subject to revision.

Source: Board of Grain Commissioners for Canada.

TABLE XIV

VESSEL SHIPMENTS OF PRINCIPAL GRAINS FROM THE LAKEHEAD

Crop Years 1940-41 to 1955-56

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	217,439,003	13,018,645	9,971,860	4,297,261	1,612,798	246,339,567
1941-42	204,944,133	5,456,822	9,892,366	3,875,989	2,010,339	226,179,649
1942-43	171,325,422	36,303,618	32,438,575	1,590,318	5,669,143	247,327,076
1943-44	292,728,915	50,777,311	42,212,992	9,441,840	10,601,127	405,762,185
1944-45	324,730,999	99,242,739	55,567,683	5,664,591	5,500,932	490,706,944
1945-46	231,022,017	62,323,412	34,008,271	2,713,341	3,335,534	333,402,575
1946-47	175,806,761	50,311,335	31,221,973	4,776,225	1,339,983	263,456,277
1947-48	134,545,364	34,434,520	28,312,907	8,549,033	5,933,346	211,775,170
1948-49	159,860,617	39,725,647	37,918,784	12,320,244	9,624,601	259,449,893
1949-50	164,958,725	41,204,023	33,796,178	9,687,245	4,280,260	253,926,431
1950-51	141,708,034	45,064,802	34,476,555	8,871,808	3,630,491	233,751,690
1951-52	253,116,277	82,874,027	73,274,674	6,977,331	4,071,347	420,313,656
1952-53	251,809,101	81,132,026	109,096,288	10,678,063	6,044,005	458,759,483
1953-54	134,698,514	86,972,188	84,257,907	15,740,212	5,498,361	327,167,182
1954-55	164,733,648	46,327,223	82,368,609	10,781,923	5,741,783	309,953,186
1955-56	183,863,202	35,564,247	78,002,706	13,501,152	9,619,756	320,551,063

Source: Dominion Bureau of Statistics—Grain Trade of Canada—Annual Editions.

TABLE XV

OVERSEAS CLEARANCES OF CANADIAN BULK GRAIN BY PORT AREAS

Crop Years 1936-37 to 1955-56

Crop Year	Atlantic① Coast	St. Lawrence	Lakehead Direct	Churchill	Pacific Coast	Total
			(Thousands of Bushels)			
1936-37	34,357	80,583	571	4,294	34,254	154,059
1937-38	25,420	56,075	114	604	14,366	96,579
1938-39	16,623	87,863	447	917	45,445	151,295
1939-40	99,889	57,570	112	1,772	10,733	170,076
1940-41	108,481	63,235	3	—	4,107	175,826
1941-42	122,542	38,106	8	—	2,422	163,078
1942-43	127,847	15,437	10	—	1,598	144,892
1943-44	95,309	25,749	4	—	3,084	124,146
1944-45	135,505	106,942	8	—	8,644	251,099
1945-46	103,520	121,642	39	—	66,952	292,153
1946-47	37,220	87,174	—	2,929	61,715	189,038
1947-48	37,053	71,660	—	4,976	36,854	150,543
1948-49	34,974	99,955	—	5,314	60,696	200,939
1949-50	18,139	86,523	217	5,528	62,651	173,058
1950-51	21,383	94,840	119	6,768	68,481	191,591
1951-52	31,726	191,355	116	7,545	113,412	344,154
1952-53	42,185	240,786	533	8,621	121,374	413,499
1953-54	12,830	105,460	784	10,981	133,972	264,027
1954-55	40,759	133,888	158	12,245	98,428	285,478
1955-56	45,438	147,750	66	12,819	113,577	319,650

①Includes U.S.A. Atlantic Ports.

Source: Board of Grain Commissioners for Canada.

TABLE XVI

WHEAT PRODUCTION IN THE FOUR MAJOR EXPORTING COUNTRIES

Average 1934-38

Annually 1945-46 to 1956-57

Crop Year	Canada	Argentina	Australia	United States	Total
			(Thousands of Bushels)		
Average 1934-38	263,444	243,758	154,324	715,620	1,377,146
1945-46	318,512	150,116	142,419	1,107,623	1,718,670
1946-47	413,725	206,304	117,264	1,152,118	1,889,411
1947-48	341,758	238,800	220,117	1,358,911	2,159,586
1948-49	386,345	191,000	190,699	1,294,911	2,062,955
1949-50	371,406	189,017	218,221	1,098,415	1,877,059
1950-51	461,664	212,967	184,244	1,019,389	1,878,264
1951-52	552,657	77,162	159,725	980,810	1,770,354
1952-53	687,922	277,909	195,208	1,298,957	2,459,996
1953-54	613,962	227,800	199,000	1,169,484	2,210,246
1954-55	308,909	282,559	168,610	984,846	1,744,924
1955-56	494,140	192,904	195,589	936,761	1,819,394
1956-57①	537,796	253,506	126,600	975,517	1,893,419

①Preliminary.

Source: For Canada—Dominion Bureau of Statistics.

For U.S.A.—U.S. Department of Agriculture.

For Argentina and Australia—
1934-38 to 1952-53—International Wheat Council.
1953-54 to 1956-57—Official sources of each country.

TABLE XVII

WORLD EXPORTS OF WHEAT AND WHEAT FLOUR BY PRINCIPAL EXPORTERS DISTRIBUTION BY QUANTITY AND PERCENTAGE OF WORLD TRADE

Average 1930-39
July-June Crop Years 1945-46 to 1955-56

Crop Year	Argentina	Australia	Canada	United States	Others	World Total
			(Millions of Bushels)			
Average 1930-39①	130 (18.3%)	114 (16.0%)	201 (28.3%)	75 (10.6%)	190 (26.8%)	710 (100.0%)
1945-46	68 (7.8%)	36 (4.2%)	373 (43.0%)	390 (44.9%)	1 (0.1%)	868 (100.0%)
1946-47	60 (8.0%)	47 (6.2%)	229 (30.3%)	397 (52.6%)	22 (2.9%)	755 (100.0%)
1947-48	102 (10.9%)	96 (10.3%)	205 (22.0%)	485 (51.9%)	46 (4.9%)	934 (100.0%)
1948-49	61 (6.2%)	122 (12.3%)	225 (22.8%)	504 (50.9%)	77 (7.8%)	989 (100.0%)
1949-50	88 (10.7%)	114 (13.9%)	232 (28.3%)	299 (36.4%)	88 (10.7%)	821 (100.0%)
1950-51	103 (10.9%)	127 (13.5%)	226 (24.0%)	365 (38.8%)	121 (12.8%)	942 (100.0%)
1951-52	30 (2.8%)	99 (9.3%)	345 (32.4%)	475 (44.7%)	115 (10.8%)	1,064 (100.0%)
1952-53	29 (3.0%)	100 (10.2%)	384 (39.2%)	317 (32.4%)	149 (15.2%)	979 (100.0%)
1953-54	110 (12.6%)	71 (8.2%)	278 (32.0%)	217 (25.0%)	193 (22.2%)	869 (100.0%)
1954-55	131 (13.9%)	94 (10.0%)	253 (26.8%)	274 (29.1%)	191 (20.2%)	943 (100.0%)
1955-56②	112 (11.0%)	101 (9.9%)	300 (29.4%)	345 (33.8%)	162 (15.9%)	1,020 (100.0%)

①Calendar years.

②Subject to revision.

Source: For Canada—Board of Grain Commissioners for Canada.

All Others—Foreign Agricultural Service, United States Department of Agriculture.

TABLE XVIII
WHEAT ACREAGE IN SELECTED COUNTRIES
1945 to 1956

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Acres)			
1945	414	812	216	9,351	1,899①	11,067
1946	341	743	221	10,208	2,306	11,415
1947	192	868	60	8,384	2,060	11,122
1948	354	1,325	170	10,456	2,241	11,526
1949	378	1,557	206	10,434	2,279	11,686
1950	430	1,611	210	10,673	2,506	11,661
1951	408	1,792	200	10,502	2,545	11,683
1952	415	2,002	183	10,616	2,948	11,567
1953	421	2,016	173	10,430	2,832	12,100
1954	455	—②	211	11,100	2,735	12,100
1955	472	—②	170	11,248	2,875	12,300
1956③	457	—②	163	6,717	2,825	12,300

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Acres)			
1945	1,788	295	719	242	9,247	2,276
1946	1,562	302	748	232	9,466	2,062
1947	1,428	212	723	225	10,321	2,163
1948	1,824	244	780	211	11,342	2,279
1949	1,872	256	759	206	9,903	1,963
1950	1,883	225	838	215	11,063	2,479
1951	1,811	185	811	242	12,170	2,130
1952	1,779	203	820	250	13,673	2,031
1953	1,693	161	959	211	15,840	2,217
1954	1,660	272	1,068	223	15,830	2,457
1955	1,639	221	875	236	17,790	1,948
1956③	1,625	212	981	185	18,530	2,282

①Bi-zone. ②Not available. ③Preliminary.

Sources: For 1945-52—International Wheat Council.
1953-56—United States Department of Agriculture and International Wheat Council.

TABLE XIX
WHEAT PRODUCTION IN SELECTED COUNTRIES
1945 to 1956

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1945	11,387	6,272	10,267	154,559	47,861①	153,327
1946	13,440	7,803	10,901	248,267	56,299	225,083
1947	4,480	13,216	2,016	119,989	43,792	171,883
1948	12,656	14,896	9,334	280,485	73,771	226,016
1949	21,914	16,090	11,013	296,947	90,794②	259,838
1950	20,099	19,548	10,950	282,963	96,048	285,646
1951	19,436	15,579	10,031	261,468	108,357②	255,810
1952	21,273	25,351	11,060	309,419	120,924②	289,173
1953	20,590	26,000	10,430	330,000	116,100	332,800
1954	21,140	28,000	10,730	388,220	106,260	267,600
1955	26,250	32,000	9,040	384,514	121,050	349,260
1956④	21,250	—③	—③	204,537	117,000	312,000

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1945	34,645	7,989	21,616	8,213	80,453	81,237
1946	21,691	13,179	25,013	7,467	134,064	73,435
1947	26,992	7,131	14,672	6,869	119,280	62,235
1948	33,077	11,237	25,797	7,168	159,675	88,144
1949	45,920	15,642	25,648	9,333	92,474	82,282
1950	49,163	10,839	27,154	8,378	142,272	97,297
1951	54,744	9,921	17,527	9,589	210,526	86,455
1952	56,475	12,015	28,731	10,251	241,609	86,127
1953	50,500	9,560	36,270	8,110	293,950	99,460
1954	55,700	14,570	37,490	11,030	180,040	103,890
1955	53,940	12,870	26,350	10,850	260,880	97,030
1956④	50,630	11,580	32,560	5,920	240,000	106,960

①Bi-zone. ②Including spelt. ③Not available. ④Preliminary.

Sources: 1945-52—International Wheat Council.
1953-56—U.S. Department of Agriculture and International Wheat Council.

TABLE XX

IMPORTS OF WHEAT AND FLOUR INTO SELECTED COUNTRIES FROM ALL SOURCES

Crop Years① 1947-48 to 1955-56

Crop Year	Belgium-Luxembourg	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
947-48	28,289	22,954	3,483	52,760	133,806	82,163
948-49	26,411	33,690	3,483	16,777	121,273	92,686
949-50	23,744	36,740	908	11,758	89,824	36,604
950-51	37,739	54,043	2,175	10,189	96,746	63,339
951-52	30,203	50,001	1,984	35,660	80,505	59,506
952-53	25,721	51,845	3,009	10,674	83,812	45,636
953-54	27,484	59,929	4,835	9,987	87,670	22,891
954-55	25,103	59,367	13,952	8,029	106,020	18,816
955-56②	17,516	—③	11,949	16,954	93,862	26,694

Crop Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
947-48	45,558	28,498	6,515	15,381	345	198,721
948-49	66,234	28,429	2,410	14,396	—	214,411
949-50	76,956	24,684	2,811	11,060	12,802	167,419
950-51	61,718	26,834	2,998	16,505	2,829	162,205
951-52	63,181	32,570	8,686	12,853	1,653	183,542
952-53	45,378	33,033	8,999	13,264	—	174,569
953-54	86,972	34,098	1,124	15,506	—	143,888
954-55	72,018	30,005	434	13,698	6,243	188,892
955-56②	83,412	33,418	2,245	9,935	3,465	193,581

①July-June year. ②Subject to revision. ③Not available.

Source: Food and Agricultural Organization of the United Nations—World Imports of Wheat and Wheat Flour.

TABLE XXI

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 1 NORTHERN WHEAT BASIS IN STORE FORT WILLIAM/PORT ARTHUR OR VANCOUVER

Crop Years 1943-44 to 1955-56

Crop Year	Initial Payment	Adjustment Payment	Interim Payment	Final Payment①	Total Realized Price①
			(Dollars per Bushel)		
1943-44	1.25	—	—	.123	1.373
1944-45	1.25	—	—	.189	1.439
1945-46	1.25	.50	—	.084	1.834
1946-47	1.35	.40	—	.084	1.834
1947-48	1.35	.40	—	.084	1.834
1948-49	1.55	.20	—	.084	1.834
1949-50	1.75	—	—	.084	1.834
1950-51	1.40	.20	—	.258	1.858
1951-52	1.40	.20	—	.236	1.836
1952-53	1.40	.20	.12	.099	1.819
1953-54	1.40	—	.10	.064	1.564
1954-55	1.40	—	.10	.151	1.651
1955-56②	1.40				

①Final Payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

②Pool account not closed out at date of report.

TABLE XXII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 2 CANADA WESTERN OATS BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1955-56

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
949-50	65	—	19.1	84.1
950-51	65	10	9.8	84.8
951-52	65	—	18.8	83.8
952-53	65	—	9.1	74.1
953-54	65	—	5.5	70.5
954-55	65	7	8.7	80.7
955-56	65	—	14.7	79.7

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

TABLE XXIII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 3 CANADA WESTERN 6 ROW BARLEY BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1955-56

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
949-50	93	—	58.0	151.0
950-51	93	20	21.1	134.1
951-52	96	20	13.3	129.3
952-53	96	15	13.5	124.5
953-54	96	—	10.0	106.0
954-55	96	10	4.5	110.5
955-56	96	—	12.7	108.7

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

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CROP YEAR

1956-1957

Report of the Canadian Wheat Board

Crop Year 1956-1957

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
Ottawa, Canada.

Sir:

We beg to submit herewith the Annual Report of The Canadian Wheat Board for the crop year ended July 31, 1957, as required by the Canadian Wheat Board Act.

PART I

1. General Comment—Crop Year 1956-57

World wheat production in 1956-57 followed an unusual pattern. While world production was slightly larger than in the previous crop year, crop damage was sustained in normally deficit areas in Europe and elsewhere. The result was that, in a year of substantial wheat production, world trade in wheat reached record proportions. The principal factor in this situation was the severe crop damage experienced in Western Europe in the winter of 1956. Winter killing of wheat crops was most severe in an area which included Belgium, France, The Netherlands, Switzerland, Italy and Yugoslavia.

Wheat production in Asia followed the same pattern as in 1955. Moderate reductions in yields in India, Iran, Turkey and Japan were offset by increases in Iraq, Syria and Pakistan. North African wheat production was slightly larger than in the previous crop year.

Wheat production in the four chief exporting countries increased moderately in 1956. A smaller wheat crop in Australia was not sufficient to offset production gains in Canada, the United States and Argentina. Canada harvested 573 million bushels as compared with 494 million bushels in 1955. The United States wheat crop amounted to 997 million bushels as compared with 935 million bushels in the previous year. In Argentina wheat production increased sharply to 261 million bushels as compared with 193 million bushels in 1955. Australia harvested a small crop of 135 million bushels as compared with 196 million bushels in the previous crop year.

Mainly because of increased imports of wheat by Western European countries and by India and Pakistan, international trade in wheat in 1956-57 reached a record level of some 1,280 million bushels, an increase of about 240 million bushels from the trade level of 1955-56. The sharp increase in world trade in wheat in 1956-57 was largely absorbed by the United States. Exports from the United States amounted to 549 million bushels as compared with 346 million bushels in 1955-56. In exporting wheat and flour in this volume the United States accounted for about 43% of all wheat moving in international trade in 1956-57. The greater part of United States exports took place under the several forms of the United States disposal programme. Canadian exports of wheat (including flour) amounted to 263 million bushels as compared with 309 million bushels in the previous crop year. By utilizing reserve stocks of wheat Australian exports increased to 129 million bushels as compared with 102 million bushels in the previous crop year. Exports from Argentina were 98 million bushels as compared with 115 million bushels in the previous crop year.

The dominant factor in international trade in wheat during 1956-57 was the United States disposal programme and the share of world trade in wheat which the United States secured as a result of this programme.

2. *Canadian Crop Development and Supplies*

Significant changes in the pattern of acreages in 1956 were reported by the Dominion Bureau of Statistics. The following table shows estimates by the Bureau of acreages seeded to grains and flaxseed in the prairie provinces in 1956, along with comparative acreages for 1955:

	1956 Acreage	1955 Acreage	Percentage Change
	(thousand acres)		
Wheat	22,064	20,812	+ 6.0
Oats	8,658	7,788	+11.2
Barley	8,181	9,638	−15.1
Rye	452	707	−36.1
Flaxseed	3,010	1,809	+66.4
	42,365	40,754	+ 6.3

The foregoing table shows moderate increases in acreages seeded to wheat and oats in 1956. A relatively sharp decline occurred in barley and rye acreages. The most significant change was in the acreage seeded to flaxseed. Flaxseed acreage in 1956 amounted to a record 3.0 million acres.

Prairie seeding operations were delayed in the spring of 1956 as a result of cool, wet weather. With the exception of southern Alberta, very little seeding had been completed before mid-May. Toward the end of the month, however, the weather improved materially and the seeding of all grains was completed by the first week in June.

The warmer weather experienced in late May and early June was accompanied by high winds over most areas of the prairies which seriously depleted surface moisture. As a result, germination of late sown crops was poor and a serious drought condition began to develop by mid-June in Alberta and the western half of Saskatchewan. However, the drought was relieved by general heavy rains during the third week in June and from that time until the commencement of harvest all crops showed a steady improvement.

Harvesting was interrupted in early September by heavy rains but weather conditions turned favourable in late September and harvesting was virtually completed by mid-October. Yields harvested in 1956 were well above average in spite of the fact that grades of wheat were lowered by untimely frosts prior to maturity. The following table shows estimated grain production in the prairie provinces in 1956, along with comparative estimates for 1955:

	1956	1955
	(thousand bushels)	
Wheat	551,000	472,000
Oats	400,000	290,000
Barley	262,000	244,000
Rye	6,500	13,350
Flaxseed	34,100	19,450
	1,253,600	1,038,800

The prairie provinces produced 551 million bushels of wheat in 1956 as compared with 472 million bushels in 1955. The total Canadian wheat production was 573 million bushels in 1956 as compared with 494 million bushels in 1955. Prairie oats production was estimated at 400 million bushels as compared with 290 million bushels in the previous year. Barley production, in spite of reduced acreage, was moderately higher than in 1955.

In addition to quantities of grain available from the 1956 crop, total Canadian commercial supplies of wheat, oats and barley for the crop year 1956-57 also included commercial carryover from the previous year (grain in country and terminal elevators, mills and in transit, but excluding stocks on farms). The following table indicates the inward commercial carryover of wheat, oats and barley in Canada as at August 1, 1956, with comparable figures for the corresponding date of previous years:

	August 1 1956	August 1 1955	August 1 1954
	(million bushels)		
Wheat	375.4	398.9	386.8
Oats	47.9	30.5	28.5
Barley	60.5	49.2	49.1

3. *Legislation*

In 1957 Sections 23, 24 and 34 of the Canadian Wheat Board Act were amended to extend the powers of the Board to July 31, 1962.

The Prairie Grain Producers' Interim Financing Act was amended in 1957 to provide for extension of the loaning provisions of the Act to June 1, 1958, and at the same time the maximum loan under the Act was increased from $1,500.00 to $3,000.00.

4. *Transportation*

On August 1, 1956 country and terminal elevator capacity was well filled with stocks of all grains on this date amounting to 492 million bushels. Broadly speaking, it was the task of transportation agencies to move grain to forward positions as space was made available through domestic and export demand. In 1956-57 the Board continued to assume responsibility for the allocation of shipping orders as between handling companies. Throughout the crop year the Board maintained adequate shipping orders in the hands of elevator companies in order to facilitate railway operations. The various transportation movements were accomplished without major difficulties excepting for the period of a strike on Canadian Pacific Railway lines in January, 1957.

The following table shows primary receipt from producers and principal movements o

western grain in 1956-57 as compared with those of the previous crop year:

	1956-57	1955-56
	(million bushels)	
Primary receipts from producers	585	567
Shipments from country elevators and platform loadings	560	540
Receipts at Pacific Coast ports	141	118
Receipts at Fort William/Port Arthur	352	334
Shipments from Fort William/Port Arthur (lake and rail)	322	348

Receipts from producers in 1956-57 were 585 million bushels as compared with 567 million bushels in the previous crop year. As shown in the above table all major movements of grain in 1956-57 exceeded the volume of 1955-56 with the exception of shipments from the Lakehead to eastern destinations. Shipments from the Lakehead reflected a smaller export movement of grain through eastern ports in the 1956-57 shipping season.

The Board wishes to express its appreciation for the co-operation received from the railways, the lake boat operators and the Board of Grain Commissioners for Canada in carrying out and facilitating a large grain shipping programme during the crop year under review.

5. *Delivery Quotas*

On July 27, 1956 the Board announced the basis of the delivery quota policy for 1956-57. Effective on August 1, 1956 an initial quota consisting of 100 units of grain was established; each unit consisting of 3 bushels of wheat, or 5 bushels of barley, or 5 bushels of rye, or 8 bushels of oats, or any combination of these grains amounting to 100 units. At the same time the Board announced that the initial quota would be followed by general quotas based upon each producer's specified acreage.

A new feature of the delivery quota policy for 1956-57 was the inclusion of delivery quotas applicable to Durum Wheat and flaxseed. These quotas were established at 5 bushels per seeded acre effective on August 1, 1956. On October 19, 1956 the delivery quota on Durum Wheat was increased to 8 bushels per seeded acre, with a minimum delivery of 300 bushels. On January 25, 1957 the Durum Wheat quota was increased to 12 bushels per seeded acre, with a minimum delivery of 400 bushels. This was followed by an increase to 15 bushels per seeded acre June 14, 1957, with a minimum delivery of 500 bushels. This quota remained in effect for the balance of the crop year.

In the case of flaxseed, the delivery quota was increased to 8 bushels per seeded acre, with a minimum delivery of 300 bushels effective October 19, 1956. On November 30, 1956 and January 25, 1957 the flaxseed quota was increased to 11 bushels and 15 bushels per seeded acre, respectively; a minimum delivery of 300 bushels applying. On March 22, 1957 flaxseed was placed on an open quota basis.

The quota policy for 1956-57 included the customary provision for the over-quota delivery of one carlot of Malting, Pot or Pearling Barley on the basis of a sample accepted by the Board and for which the producer was paid a premium. On March 8, 1957 this provision was extended to a second carlot of selected barley of a Two-Row variety for shipment to the west coast.

On November 30, 1956 a supplementary quota of 3 bushels per acre was established for barley effective in Manitoba and Saskatchewan only. This supplementary quota included provision for a minimum delivery of 150 bushels. The minimum provision of this supplementary quota was extended to producers having surplus barley but having no barley acreage in 1956. On April 5, 1957 the foregoing supplementary quota was increased to 6 bushels per seeded acre.

On August 21, 1956 the Board established a supplementary quota of 5 bushels per seeded acre applicable to Soft White Spring Wheat, where such wheat had been produced under contract. On October 18, 1956 Alberta Red Winters, Alberta Winters and Soft White Springs were placed on an open quota basis.

By the end of August, 1956 the Board was in a position to commence general delivery quotas. These quotas were advanced as rapidly as elevator space at individual delivery points permitted. The following table shows the delivery quota position for the designated area, at the end of quarterly periods, during the crop year 1956-57:

	October 31 1956	January 31 1957	April 30 1957	July 31 1957
Initial quota	897	—	—	—
1 bus. per specified acre	693	81	—	—
2 bus. per specified acre	348	1,008	63	—
3 bus. per specified acre	123	685	853	—
4 bus. per specified acre	—	278	534	—
5 bus. per specified acre	—	26	596	448
6 bus. per specified acre	—	—	—	1,602

By July 31, 1957 there was less variation in local delivery quotas than had existed at the end of immediately preceding crop years. The fact that there was some variation was due, in the main, to the policy of the Board of giving prior consideration to the shipping of grains and grades of grain required for the market.

Under delivery quotas established in 1956-57 producers delivered 585 million bushels of grain and flaxseed as compared with 567 million bushels during the preceding crop year.

PROVISION FOR SEED GRAIN

The Board's policy to encourage the use of good seed by producers was continued through the crop year, with special provision being made to assist producers in acquiring registered, certified and commercial seed.

6. Shipping Policy

In 1956-57 the Board continued to direct the shipping of grain from country elevators. Only by following a policy of selective shipping from country stations was it possible to make the best use of available terminal space and to provide for the movement of the grains and grades of grain required to meet domestic and export commitments. In directing the loading of grain from country points, the Board issued necessary shipping instructions from time to time throughout the crop year. These shipping instructions, in the main, determined the preference under which kinds of grain or different grades of grain could be forwarded to mills or to terminal positions both east and west. The shipping instructions primarily called for the shipment of grain to meet market requirements at different stages of the crop year and, to the extent possible, were related to delivery quota objectives.

7. Handling Agreement

The main terms of the 1955-56 Handling Agreement were continued in the 1956-57 Agreement. Handling margins remained at 4½ cents per bushel for wheat and barley, and 3½ cents per bushel for oats. The storage rate was continued at 1/35th of a cent per bushel per day for wheat, oats and barley in store country elevators. The Agreement was revised to provide that the Board would not be liable for storage on wheat, oats and barley in transit from country to terminal elevators. At the same time a carrying charge allowance was provided for handling companies to cover carrying charges from the time wheat, oats and barley were received at a country elevator until such purchases could be reported to the Board. Terminal storage rates were not included in the terms of the 1956-57 Handling Agreement. Instead they were subject to maximum tariffs established by the Board of Grain Commissioners for Canada and tariffs filed by handling companies. The applicable rate for 1956-57 was 1/30th of a cent per bushel per day.

Following negotiations between the handling companies and interior mills, diversion charges on wheat shipped to such mills were increased by one-half cent per bushel. Diversion charges applicable to interior terminals, Churchill and Prince Rupert were unchanged.

8. 1956-57 Pool Account—Wheat

POLICY

In accordance with the Canadian Wheat Board Act, 1935, as amended, the Board administered an annual pool for wheat delivered to the Board between August 1, 1956 and July 31, 1957.

The fixed initial price for wheat for 1956-57 was $1.40 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. This initial price was authorized by Order in Council P.C. 1956-884, June 7, 1956. Initial prices for grades of wheat other than No. 1 Northern were established by the Board and approved by Orders in Council.

Under Order in Council P.C. 1956-884, June 7, 1956 the Board was required to sell wheat, other than Durums, for domestic use at the same price as it sold wheat for registration under the revised International Wheat Agreement. In the case of Durum grades of wheat, the Board was authorized to sell these grades for domestic use at prices in excess of its selling prices under the International Wheat Agreement.

BOARD RECEIPTS

The following table shows receipts of wheat from producers, by months, for the period from August 1, 1956 to July 31, 1957:

	Bushels
August, 1956	4,726,362.6
September	15,039,254.1
October	38,521,392.1
November	37,550,491.8
December	23,460,431.2
January, 1957	32,355,019.8
February	26,133,925.3
March	25,435,333.5
April	20,092,200.4
May	25,242,503.6
June	43,126,364.0
July	69,675,285.8
TOTAL	361,358,564.2

Board receipts from producers in 1956-57 amounted to 361.4 million bushels as compared with 352.2 million bushels in the previous crop year. Throughout the crop year producers' deliveries reflected the disposition of grains in domestic and export markets and the resultant space which could be made available in country elevators. The heaviest delivery months were October and November, 1956, and June and July, 1957. The volume of wheat delivered during the winter months reflected the steady export movement through Pacific Coast ports.

Grade Pattern

The following table shows receipts from producers, by principal grades, for the crop year 1956-57, along with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 1 Northern	1,565,902.3	.43
No. 2 Northern	58,663,980.2	16.23
No. 3 Northern	91,437,869.5	25.30
No. 4 Northern	81,721,596.0	22.63
Nos. 1 to 4 Durum (including Extra 4 Durum)	20,030,058.7	5.54
Nos. 1 to 3 Garnet	386,801.2	.11
No. 5 Wheat	75,282,842.0	20.83
No. 6 Wheat	21,587,290.7	5.97
Feed Wheat	2,707,782.7	.75
Other Grades	7,974,440.9	2.21
TOTAL	361,358,564.2	100.00

Early frosts, combined with a period of unavourable harvesting weather, severely lowered he grade pattern of Board receipts during 1956-57. Wheat deliveries to the Board in 1956-57 would include quantities of wheat carried over on farms on July 31, 1956 which would be largely No. 2 and No. 3 Northern Wheat. The predominant grades delivered to the Board in 1956-57 were No. 3 Northern, No. 4 Northern and No. 5 Wheat, these three grades accounting for 69% of all deliveries. Producers' marketings of No. 2 Northern Wheat amounted to 58.7 million bushels as compared with 214.0 million bushels of this grade delivered in the previous crop year. Deliveries of No. 5 Wheat were 75.3 million bushels as compared with 14.0 million bushels in 1955-56. In point of volume, producers' deliveries of No. 4 Northern and No. 5 Wheat for 1956-57 were comparable to the deliveries of these grades in 1951-52 when the prairie provinces experienced a very unfavourable harvesting season.

Total Wheat Stocks—1956-57 Pool

Total wheat stocks in the 1956-57 Pool were 519,399,455.3 bushels, consisting of 361,358,564.2 bushels received from producers, 898,653.8 bushels purchased from others than producers and 157,142,237.3 bushels transferred from the 1955-56 Pool to the 1956-57 Pool as at May 3, 1957.

1956-57 Pool Account—Wheat

The following table shows the operating position of the 1956-57 Pool Account—Wheat for the period August 1, 1956 to July 31, 1957. Some comment should be directed to the inventory valuation of $476,884,644.28 shown on this statement. Unsold wheat as at July 31, 1957 amounted to 366,380,500.8 bushels, and, as in the preceding year, was valued at cost. The main part of the inventory consisted of receipts from producers and others for the account of the 1956-57 Pool, and these stocks have been valued at initial prices basis $1.40 per bushel for No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. A small portion of the inventory consisted of wheat transferred from the 1955-56 Pool to the 1956-57 Pool on May 3, 1957 and which was unsold as at July 31, 1957. These latter stocks were valued basis transfer prices. This basis of inventory valuation is used in presenting the operating position of the 1956-57 Pool Account as at July 31, 1957, even though the Board's asking prices for No. 1 Northern Wheat averaged $1.61⅝ per bushel basis in store Fort William/Port Arthur, and $1.71¼ per bushel basis in store Vancouver for the period from August 1, 1957 to December 31, 1957.

1956-57 Pool Account—Wheat

The following table shows the operating position of the 1956-57 Pool Account from August 1, 1956 to July 31, 1957:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries August 1, 1956 to July 31, 1957	361,358,564.2	
(b) Purchases from the 1955-56 Pool Account—Wheat	157,142,237.3	
(c) Wheat otherwise acquired ①	898,653.8	
Total wheat acquired	519,399,455.3	
	(Value)	(Value)
2. Cost of wheat acquired		$692,120,654.90
3. Proceeds of sales and value of unsold stocks of wheat as at July 31, 1957:		
(a) (i) Completed sales at realized prices	$156,691,485.23	
(ii) Uncompleted sales at contract prices	81,886,891.83	
Total proceeds from sales	238,578,377.06	
(b) Value of unsold stocks of wheat stated at cost ②	476,884,644.28	715,463,021.34
4. Gross surplus as at July 31, 1957		23,342,366.44
5. Operating costs—August 1, 1956 to July 31, 1957:		
(a) Carrying charges on wheat stored in country elevators	20,615,521.15	
(b) Storage on wheat stored in terminal elevators	3,445,241.01	
(c) Net interest paid on Agency wheat stocks	1,698,267.48	
	25,759,029.64	
Less: Carrying charges received under the Temporary Wheat Reserves Act	7,881,023.22	
Net carrying charges paid	17,878,006.42	
(d) Bank interest and exchange, etc., less net inter-account interest	870,398.72	
(e) Additional freight (net)	179,945.46	
(f) Handling, stop-off and diversion charges	111,046.48	
(g) Drying charges	8,946.09	
(h) Administrative and general expenses	1,038,268.38	20,086,611.55
6. Credit balance in the 1956-57 Pool Account—Wheat, as at July 31, 1957, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver		$ 3,255,754.89

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initia prices, basis in store Fort William/Port Arthur or Vancouver.

②See preceding paragraph for basis of inventory valuation.

Operating Costs—1956-57 Wheat Account

Net operating costs applicable to the 1956-57 Pool Account amounted to $20,086,611.55 to July 31, 1957. Carrying charges on wheat stored in country and terminal elevators amounted to $25,759,029.64. This item was reduced by $7,881,023.22* received from the Government of Canada under the Temporary Wheat Reserves Act and applied to the 1956-57 Pool Account to July 31, 1957. Net carrying charges were, therefore, $17,878,006.42.

Interest and bank charges, less net inter-account interest, amounted to $870,398.72. Net additional freight on wheat shipped from country elevators to terminal positions amounted to $179,945.46. These charges arose mainly in the movement of wheat to the Pacific Coast from stations in western Saskatchewan from which there is a more favourable freight rate to Fort William/Port Arthur than to the Pacific Coast, and in the movement of low grade wheat to the Lakehead from Alberta stations. This item also reflects a credit of freight saved on wheat moved to Churchill. Handling, stop-off and diversion charges on wheat stored in interior terminals amounted to $111,046.48. Drying charges were $8,946.09. Administrative and general expenses applicable to the 1956-57 Pool were $1,038,268.38 to July 31, 1957.

International Wheat Agreement

The crop year 1956-57 coincided with the first year of the new International Wheat Agreement which became effective on August 1, 1956. This Agreement provided for a maximum price of $2.00 per bushel and a minimum price of $1.50 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur, expressed in Canadian currency at the parity of the Canadian dollar determined for the purpose of the International Monetary Fund as at March 1, 1949.

A total of 42 importing countries and 6 exporting countries participated in the Agreement in 1956-57.

In 1956-57 the total guaranteed quantity under the Agreement was 293.6 million bushels, and Canada's share of this total was 99.7 million bushels. During 1956-57 total wheat sales registered under the International Wheat Agreement were 213.8 million bushels. Canadian sales registered under the Agreement for the crop year were 58.0 million bushels.

In 1956-57 the Board continued to represent the Government of Canada in the Administration of the International Wheat Agreement.

General Comments on the Marketing of Wheat—1956-57

Stocks Under Administration

The Board commenced the crop year 1956-57 with an inventory of 309.9 million bushels of wheat for the account of the 1955-56 Pool. From August 1, 1956 to July 31, 1957 deliveries to the 1956-57 Pool amounted to 362.3 million bushels; therefore during the crop year the Board had under administration 672.2 million bushels of wheat for the account of the 1955-56 and 1956-57 Pools. The two Pool Accounts were administered concurrently until May 3, 1957 when the 1955-56 Account was closed and remaining stocks in that Pool transferred to the 1956-57 Pool. From August 1, 1956 to May 3, 1957 sales were applied to the 1955-56 Pool Account to the extent that this Pool could supply the grades required for sales contracts. Sales contracts which could not be completed from the 1955-56 Pool stocks were credited to the 1956-57 Pool Account.

The International Wheat Market—1956-57

To appraise the crop year 1956-57 it is necessary to refer briefly to a preceding development.

Western Europe experienced a very severe winter in 1956 and the winter wheat crop for harvest in the following summer suffered severe damage. This factor, along with indicated reduced wheat shipments from Argentina, caused substantial European buying of wheat in the first half of the calendar year, 1956. Buying was for both early and deferred delivery. Canada shared in the improved market for wheat at the time.

The same circumstance indicated a considerably larger European and world market for wheat in the crop year 1956-57 than in the preceding crop year. The crop year opened on an optimistic note from the standpoint of exporting countries. As far as Canada was concerned the first three months of the crop year were satisfactory. Sales and exports were in line with expectations.

By mid-November the demand for Canadian wheat had eased considerably without any significant change in the actual and potential world demand for wheat over the period of the crop year.

The factor which led to the curtailment of the demand for Canadian wheat late in 1956 was the unprecedented disposal programme being

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*See Supplementary Report of The Canadian Wheat Board for 1955-56, Page 3. Moneys paid to the Board under the Temporary Wheat Reserves Act from August 1, 1956 to July 31, 1957 were divided between the two operating Pool accounts as follows:

1955-56 Pool Account—Wheat	$20,935,742.58
1956-57 Pool Account—Wheat	7,881,023.22
Total	$28,816,765.80

developed by the United States. This disposal programme was to encompass all methods available to United States authorities in moving surplus grain into world markets. The methods included sales for local currencies, barter and long-term credit arrangements. Their export subsidies were geared to the maximum export movement of both wheat and flour. The full impact of the United States disposal programme became evident in December, 1956 and in the first four months of 1957. In these five months United States exports of wheat (including flour) amounted to almost 250 million bushels and averaged close to 50 million bushels per month. It was in this critical period within the crop year 1956-57 that the United States made it clear that the increase in world trade in wheat for the crop year would accrue in large measure to the United States and not to any other exporting country. Export pressure from the United States eased somewhat in May, 1957 but increased in intensity in June, 1957 when wheat exports amounted to 56.8 million bushels. Only in July, 1957 did United States wheat exports return to a reasonable level but by this time the history of the crop year 1956-57 had been determined.

In the crop year 1956-57 United States exports of wheat and flour amounted to 549 million bushels. These exports represented about 43% of world trade in wheat in 1956-57 and an increase of about 200 million bushels over United States exports for the previous crop year. It was this massive United States wheat export programme, largely carried out on a non-commercial basis, which not only made it impossible for Canada to secure the advantage of a larger world market for wheat in 1956-57 but actually caused a reduction in Canadian wheat exports as compared with 1955-56.

Sales Policy

Throughout the crop year the Board carried out an aggressive selling policy. No effort was spared to secure the greatest possible volume of sales, although in the last half of the crop year United States competition limited the results which could be attained.

An important part of Board sales policy was concerned with pricing. The policy whereby a buyer could purchase Board wheat either at its daily quoted selling prices or on a deferred price basis was continued. Under the latter arrangement a buyer had the right to declare the final price up to eight market days after the date of call on shipment from St. Lawrence or Atlantic ports, and from fifteen to twenty-two market days from date of loading from Pacific Coast ports, depending on the destination of the shipment. A similar policy was applied to Churchill, the buyer having the right to declare the final price up to nine market days after the date of call. If the deferred price basis was selected by the buyer, provision was made for an accounting price to be established at the time of sale, but this price could be adjusted finally within the time limits provided for each shipping range.

The Board continued its policy of quoting separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. This policy was designed to give greater flexibility in Board pricing and had for its objective the making of Board wheat competitive in overseas markets irrespective of the port of shipment.

During the major part of 1956-57 only minor variations occurred in Board quotations for wheat in store the Lakehead and in store Pacific Coast ports. In the final three months of the crop year it was necessary for the Board to lower its selling prices for wheat in store the Lakehead in view of the level of ocean freights and other factors which were causing wheat shipped via the eastern route to be non-competitive in European markets. By July 31, 1957 the Board's quoted price for No. 1 Northern Wheat in store the Lakehead was 5 cents per bushel lower than in store Pacific Coast ports. Throughout the crop year the Board's quoted prices basis in store Churchill were 11 cents per bushel higher than quoted prices in store Fort William/Port Arthur.

Board pricing policies in 1956-57 should be examined from two viewpoints; namely, the trend of quoted prices for No. 1 Northern Wheat and developments in respect to Board pricing of grades other than No. 1 Northern Wheat. In the following paragraphs both elements in Board pricing are dealt with.

The following table shows monthly average Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur, in store Vancouver and in store Churchill:

Monthly Average of Board Asking Prices
I.W.A. and Class II Quotations
Basis No. 1 Northern Wheat

	In Store Fort William/ Port Arthur	In Store Vancouver	In Store Churchill
	(cents per bushel)		
August, 1956	173 1/4	173 1/4	184 1/4
September	172 1/2	172 1/2	183 1/2
October	171 5/8	171 5/8	182 3/4
November	169 7/8	170 1/8	180 7/8
December	169 1/8	171 1/8	180 1/8
January, 1957	169 1/8	171	180 1/8
February	168 5/8	168 3/4	179 5/8
March	168 1/4	168 1/4	179 1/4
April	167 1/8	167 7/8	178 1/8
May	163 7/8	168	174 7/8
June	162 5/8	167 5/8	173 5/8
July	162 1/8	167 1/8	173 1/8

It will be noted from the foregoing table that Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur and in store

Churchill declined steadily throughout the crop year. The July, 1957 average of Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur and in store Churchill was 11⅛ cents per bushel lower than the average asking price for August, 1956. In the case of asking prices for wheat in store Vancouver, the decline was 6⅛ cents per bushel.

The extent of the adjustment in Board asking prices can be indicated by the fact that the highest price recorded within the crop year for No. 1 Northern Wheat in store the Lakehead was $1.73¾ per bushel during August, 1956. The lowest price recorded in the crop year for the same grade of wheat in the same position was $1.61⅝ per bushel in July, 1957. Corresponding high asking prices and low asking prices for No. 1 Northern Wheat basis in store Vancouver were $1.73¾ per bushel in August, 1956 and $1.66⅝ per bushel in July, 1957. For No. 1 Northern Wheat in store Churchill the range in Board asking prices extended from $1.84¾ per bushel in August, 1956 to $1.72⅝ per bushel in July, 1957.

An important factor in establishing the level of Board asking prices in 1956-57 was the exchange value of the Canadian dollar. On August 1, 1956 the Canadian dollar was quoted at a premium of 1 27/32% in relation to the United States dollar. Premiums on the Canadian dollar increased steadily throughout the crop year reaching 5 15/32% on July 31, 1957. The effect of the exchange position during the crop year 1956-57 may be indicated. Between August 1, 1956 and July 31, 1957 Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur declined by 11¾ cents per bushel. Of this decline 5¼ cents was due to the increase in the premium on the Canadian dollar and 6½ cents was due to market factors. The decline in Board asking prices for wheat in store Vancouver was less drastic, amounting to 6¾ cents per bushel. This decline was due, in the main, to exchange. During the crop year 1956-57 prevailing premiums on the Canadian dollar had the effect of materially lowering the proceeds of Board sales of wheat and the income of the pool accounts under administration during the crop year.

The second important phase of pricing policy is the adjustment of asking prices for grades of wheat other than No. 1 Northern. At the start of the crop year 1956-57 discounts applicable to the grades No. 3 Northern, No. 4 Northern, No. 5, No. 6 and Feed Wheat were relatively wide. The widening of discounts of these grades of wheat had been an important phase of Board pricing in the crop year 1955-56. During 1956-57 a further widening of spreads occurred. The following table shows discounts under No. 1 Northern for other principal grades of wheat on August 1, 1956 and July 31, 1957 (basis Fort William/Port Arthur):

	No. 2 Northern	No. 3 Northern	No. 4 Northern	No. 5 Wheat	No. 6 Wheat	Feed Wheat
			(cents per bushel)			
August 1, 1956	—3	—12	—17	—32	—36	—40
July 31, 1957	—4	—11	—23	—38	—43	—44

The foregoing table shows the applicable discounts at the beginning and the end of the crop year 1956-57. Within the crop year, grade spreads were widened or narrowed to meet particular market situations as they arose. In the case of No. 3 Northern (Lakehead basis) the discount was narrowed to 8 cents per bushel during November, widened to 9 cents in February and 12 cents in March, narrowed to 8 cents in April, and widened to 10 cents in May and 11 cents in June. The discount for No. 4 Northern (Lakehead basis) was narrowed to 16 cents per bushel in October, 14 cents in November, widened to 18 cents in March, narrowed to 16 cents in April, widened to 18 cents in May, 19 cents in June and 23 cents by the end of the crop year. In the case of No. 5 Wheat (Lakehead basis) the discount was narrowed to 27 cents per bushel in August, 25 cents in November and 24 cents in January, and later widened to 29 cents in March. By mid-April the spread for No. 5 Wheat was 30 cents per bushel and narrowed to 28 cents by the end of April. In late May the spread was increased to 29 cents per bushel, and in June and July widened to 35 cents and to 38 cents. Prices for lower grades of wheat must be kept under constant review because these grades are subject to intensive competition from similar qualities from other sources. Also, low grade wheat for feeding purposes is subject to competition from corn, sorghums and other feed stuffs.

These changing discounts within the crop year reflected market conditions—the demand for, and the availability of, particular grades of wheat at particular times.

Owing to the steady demand for the principal grades of wheat from Pacific Coast ports throughout 1956-57, the Board was able to maintain somewhat narrower grade spreads in quoting prices in store Vancouver.

Early in 1957 it became apparent that export markets for Canadian flour were being curtailed through severe price competition, particularly from subsidized flour exports from the United States. Part of the marketing difficulties in respect to flour was due to the fact that certain wheat exporting countries (particularly the United States) were differentiating between the relative price at which wheat and wheat flour were made available in seaboard positions for export. Since the movement of Canadian flour into export positions was substantially the same as in other exporting countries, the Board decided to adjust in a similar manner the position as between wheat for export and flour for export, the adjustment applying to countries that imported mainly flour. The flour adjustment policy did not apply on exports to the United Kingdom, other European countries or the United States.

The policy provided that the amount of the export flour adjustment rate would be announced by the Board each market day at 3:00 p.m. A provision was made for separate rates to be established for the various export outlets for Canadian flour. On March 1, 1957 the first export flour adjustment rates were announced. These were 4½ cents per bushel for flour exported from Canadian Atlantic or U.S. Atlantic ports, 3 cents per bushel for flour exported via St. Lawrence ports and Churchill and 8 cents per bushel for flour exported via Canadian Pacific or U.S. Pacific Coast ports. Between March 1, 1957 and July 31, 1957 flour adjustment rates were increased to 8½ cents per bushel via Canadian Atlantic or U.S. Atlantic ports, 8 cents per bushel via St. Lawrence ports and Churchill and 10 cents per bushel via Canadian Pacific or U.S. Pacific Coast ports.

In announcing the revised policy in respect to flour exports, the Board pointed out that the policy was subject to cancellation at any time.

Throughout the greater part of 1956-57 the ocean freight rate structure created difficult marketing conditions. The Suez crisis in the fall of 1956 had the effect of tightening ocean freight markets. Ocean freight rates from Pacific Coast ports to Western Europe practically doubled, increasing from about 31 cents per bushel early in the crop year to 59 cents per bushel by the end of 1956. Ocean freight rates from St. Lawrence ports to European destinations increased from about 28 cents per bushel early in the crop year to 44 cents per bushel during the latter stages of navigation in the St. Lawrence. Early in 1957, with the easing of tension in the Middle East, the international freight market declined sharply. Lack of confidence in the freight market reacted unfavourably upon the commodity movements in the first half of 1957 and created special problems in the marketing of Canadian wheat. The decline in ocean freight rates from Pacific Coast ports to European destinations was drastic. By the end of the crop year ocean freight could be purchased from Pacific Coast ports to European destinations for about 23 cents per bushel as compared with 59 cents per bushel in late December, 1956. Ocean freight rates from St. Lawrence ports declined from a level of 44 cents per bushel in November, 1956 to a level of about 15 cents per bushel in July, 1957. The difference in ocean transportation costs from Pacific Coast ports and from St. Lawrence ports was such that the laid down costs of wheat from the West Coast were less than the laid down costs from St. Lawrence ports. It was this situation which caused the Board to adjust its selling prices for wheat basis in store Fort William/Port Arthur in an effort to achieve a reasonable volume of shipments via the eastern route. There is no way in which grain from the eastern half of Saskatchewan and Manitoba can be moved to consuming markets other than the limited movement through Churchill, and a substantial movement through the Lakehead and eastern Canadian ports. The Board widened the differential between its asking prices in store Fort William/Port Arthur and Vancouver to the extent considered advisable, bearing in mind the current demand for wheat from Pacific Coast ports. This problem carried over into the crop year 1957-58 when additional adjustments in Board asking prices for wheat in store Fort William/Port Arthur were required.

In April, 1957 an arrangement was completed with Poland whereby the latter country purchased a substantial quantity of wheat for shipment prior to July 31, 1957 and a further quantity for shipment in 1957-58. The sale was implemented through a credit arrangement under the Export Credits Insurance Act.

Sales—1956-57

During the crop year 1956-57 Board sales of wheat were as follows:

	Total Sales
	(bushels)
Domestic sales	69,384,401.2
Export sales at Class II prices	179,279,718.4
Export sales under the terms of the International Wheat Agreement	57,039,000.9
Weight losses in transit and in drying	7,625.5
Total	305,710,746.0

Board sales of wheat during the crop year 1956-57 amounted to 305,710,746.0 bushels, of which 152,691,791.5 bushels were applied to the 1955-56 Pool Account and 153,018,954.5 bushels were applied to the 1956-57 Pool Acount.

The annual reports covering Board operations for the previous two crop years have reviewed in general terms United States surplus disposal programmes. These programmes were intensified during the 1956-57 crop year and for this reason it is desirable to outline briefly the policies which were followed.

Surplus agricultural commodities, including grains, are disposed of in export markets under three types of programmes:

(1) *Disposal of Grains for Local currencies:*

Title I—Public Law 480 and Section 402 of Public Law 665. Under these laws surplus agricultural commodities are sold abroad for the currencies of the importing country, and the funds so acquired are utilized by the United States in that country for market development, purchase of strategic materials, military procurement, purchase of goods for other countries under mutual assistance programmes, grants for multi-lateral trade and economic development, loans for economic development within recipient countries and international educational exchange. In some instances sales under these programmes have involved credit arrangements up to forty years, with the bulk of the funds left with the contracting government for economic development in the recipient country.

To the beginning of the 1956-57 crop year a total of $1.5 billion had been appropriated by Congress for activities under Title I of Public Law 480. A further $1½ billion was appropriated for use during 1956-57 and virtually all of this amount was allocated under contracts signed with foreign governments. As at June 30, 1957 one hundred agreements had been entered into with thirty-four countries, twenty-four of which involved the disposal of wheat and/or flour, and twelve the disposal of surplus feed grains. Since the inception of the programme 454 million bushels of wheat or flour and 75 million bushels of feed grains have been disposed of. The recipient countries were Austria, Bolivia, Brazil, Chile, Colombia, Ecuador, Egypt, Finland, Greece, Iceland, India, Indonesia, Iran, Israel, Italy, Japan, Korea, Pakistan, Paraguay, Peru, Portugal, Spain, Turkey and Yugoslavia.

During the crop year 1956-57, 195 million bushels of wheat or flour were exported under Title I of Public Law 480 and Congress approved a further $1 billion to continue the programme to June 30, 1958.

Sales for local currencies under the provisions of Section 402 of Public Law 665 amounted to $164 million for food grains and feed grains during 1956-57. A minimum appropriation of $250 million annually is earmarked for surplus disposal activities. In general, the foreign currencies are utilized for the same purposes as under Title I of Public Law 480. The commodity details of sales made under this programme are not available by country and, consequently, the amount of grain disposal in specific countries is not known.

(2) *Disposal of Grain for Famine and Disaster Relief:*

Title II—Public Law 480. Under this disposal plan surplus agricultural commodities are donated to relieve famine and disaster.

During 1956-57 a further appropriation of $200 million was granted, bringing the total funds appropriated to $500 million. Included is a provision whereby ocean freight costs may be paid on shipments under the programme and on donations of surplus foods through voluntary agencies and inter-governmental organizations in the United States. Wheat and flour donations during the 1956-57 crop year amounted to $63 million exclusive of transportation costs, and feed grain donations totalled $9 million. Donations of cereals have been made to the following twenty-six countries: Austria, Hungary, Yugoslavia, Afghanistan, Pakistan, Bolivia, Haiti, Italy, Libya, India, Turkey, British Honduras, Honduras, Germany (Federal Republic), Germany (Soviet Occupied), Morocco, Iran, Japan, Costa Rica, Mexico, Tunisia, Nepal, Vietnam, Guatemala, Peru and Czechoslovakia.

During the crop year a further $300 million was approved for expenditure under this programme to continue its operation until June 30, 1958.

(3) *Disposal of Grains under Barter Arrangements:*

Title III—Public Law 480. Under this law surplus agricultural commodities may be exchanged for strategic materials entailing less risk of loss through deterioration, or substantially less storage costs; or materials, goods or equipment required in connection with foreign economic and military aid and assistance; or materials or equipment required for off-shore construction.

During 1956-57 a total of 80 million bushels of wheat and 67.6 million bushels of feed grains were exported from the United States under this provision.

Under the original programme barter contracts provided for the delivery of specified materials to the Commodity Credit Corporation with payment in surplus agricultural commodities which were exported by the contractor. The origin of materials and the destination of agricultural commodities were limited to friendly countries but were not required to be identical.

During the early part of the crop year there was keen interest in this programme by traders because of the favourable terms granted under barter contracts. It became apparent, however, that barter activities were displacing normal commercial exports of the United States and, as a result, the terms and conditions of sale under barter contracts were modified and activities under this programme restricted. The contracting countries were separated into two groups:

(a) Countries where United States commercial trade in wheat, feed grains or cotton is neglible, and where shipments of these products under the barter programme could be assumed to represent additional marketings;

(b) Countries considered to be dollar markets for United States agricultural products, to which shipments under barter contracts could be made only if such shipments represented net additions to United States exports. A written statement to this effect must be submitted to the Commodity Credit Corporation by a responsible official of the importing country before a contract is validated. The Commodity Credit Corporation must be fully assured that exports under the programme do not, in fact, displace normal commercial marketing of the United States.

Operations were further restricted by the Commodity Credit Corporation designating the commodities available for exchange by requiring that interest must be paid by the shipper for any time lag between delivery by the Corporation of the surplus commodity and delivery to the Corporation of the bartered material; by preventing trans-shipments from the contracting country; and by limiting the bartered materials to goods not processed or produced in the United States.

A total of forty-one countries have received surplus agricultural commodities under this programme, but the details by country of destination have not been made public.

In addition to disposal of surplus materials under these formal programmes, the Commodity Credit Corporation throughout the year sold grains for export shipment on a bid basis. This procedure had the effect of depressing markets (for feed grains in particular) and interfering with normal commercial exports of such grains from Canada.

EXPORTS

The following table shows exports of wheat (including flour) by months for the crop year 1956-57:*

	Million Bushels	
August, 1956	29.3	
September	27.8	
October	24.0	
November	24.4	
December	21.3	
January, 1957	17.4	144.2
February	14.8	
March	16.8	
April	15.2	
May	23.3	
June	25.0	
July	22.4	117.5
TOTAL		261.7

Total wheat exports, including flour, amounted to 261.8 million bushels in the crop year 1956-57 as compared with exports of 309.8 million bushels in 1955-56.

Some comment should be directed to the seasonal aspect of wheat exports in 1956-57. In the first half of the crop year (August, 1956 to January, 1957 inclusive) exports amounted to 144.2 million bushels. This level of exports in the first half of the crop year was considered to be satisfactory especially in view of the fact that exports during the first half of the crop year 1955-56 had amounted to 116.4 million bushels.

For reasons which have been stated, exports declined sharply in the second half of the crop year. For the period from February through July exports of wheat (including flour) were 117.5 million bushels as compared with near record exports of 193.4 million bushels during the corresponding period in 1955-56.

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat.

EXPORTS OF WHEAT AND WHEAT FLOUR*

CROP YEARS 1956-57 AND 1955-56

Continental Areas and Countries

	Crop Year 1956-57			Crop Year 1955-56
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
EUROPE:				
United Kingdom	79,629,421	10,806,097	90,435,518	109,446,122
Germany	36,286,718	4,253	36,290,971	29,569,806
Belgium	16,038,771	548,000	16,586,771	16,652,244
Netherlands	11,189,926	3,703	11,193,629	8,748,585
Switzerland	10,754,029	414	10,754,443	6,554,700
Poland	9,523,546	—	9,523,546	14,007,000
France	4,024,686	—	4,024,686	1,736,572
Norway	3,602,797	—	3,602,797	4,563,597
Ireland	2,641,147	322	2,641,469	3,149,710
Italy	2,415,661	2,300	2,417,961	6,644,543
Austria	2,126,693	—	2,126,693	2,662,461
Malta	1,550,267	—	1,550,267	1,213,893
Denmark	353,397	11,247	364,644	5,028
Gibraltar	—	89,270	89,270	84,946
Portugal	—	53,417	53,417	38,449
Iceland	—	9,343	9,343	19,506
Sweden	—	7,296	7,296	—
Greece	—	1,824	1,824	58,815
Yugoslavia	—	2,702	2,702	7,013
U.S.S.R.	—	—	—	14,790,447
Czechoslovakia	—	—	—	12,800,390
East Germany	—	—	—	2,037,100
Hungary	—	—	—	1,129,807
Finland	—	—	—	735,678
TOTAL	180,137,059	11,540,188	191,677,247	236,656,412
ASIA AND OCEANIA:				
Japan	34,407,170	693,434	35,100,604	29,439,868
Philippine Islands	—	5,353,108	5,353,108	6,353,460
Israel	1,668,800	—	1,668,800	724,266
Pakistan	975,533	3,156	978,689	—
Hong Kong	297,836	550,347	848,183	1,209,840
Ceylon	—	440,496	440,496	618,275
Thailand	—	408,232	408,232	346,628
Malaya and Singapore	—	401,416	401,416	484,734
Cyprus	371,000	—	371,000	343,467
Lebanon	—	254,744	254,744	103,067
Okinawa	189,243	—	189,243	—
Portuguese Asia	—	205,854	205,854	253,863
Arabia	18,660	29,447	48,107	46,017
French Oceania	—	31,825	31,825	57,132
Guam	—	17,135	17,135	39,501
Other Countries	—	1,512	1,512	3,591
TOTAL	37,928,242	8,390,706	46,318,948	40,023,709

(This table continued on Page 14)

	Crop Year 1956-57			Crop Year 1955-56
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
CENTRAL AMERICA AND THE CARIBBEAN AREA:				
Trinidad and Tobago	—	1,463,196	1,463,196	2,264,743
Jamaica	7,633	1,398,692	1,406,325	1,498,276
Leeward and Windward Islands	—	915,747	915,747	1,095,130
Costa Rica	—	475,530	475,530	564,955
Dominican Republic	—	390,110	390,110	461,821
El Salvador	64,007	249,037	313,044	292,625
Nicaragua	—	257,841	257,841	311,982
Haiti	—	246,976	246,976	477,382
Barbados	833	244,147	244,980	394,518
Bahamas	—	244,311	244,311	252,632
Cuba	1,916	240,884	242,800	596,877
Guatemala	123,104	117,454	240,558	345,027
Panama	—	209,703	209,703	254,809
Netherlands Antilles	—	142,614	142,614	202,609
Bermuda	—	112,318	112,318	116,660
Honduras	—	65,357	65,357	74,468
British Honduras	—	17,358	17,358	31,624
Other Countries	—	21,509	21,509	6,446
TOTAL	197,493	6,812,784	7,010,277	9,242,584
SOUTH AMERICA:				
Venezuela	28,307	2,931,656	2,959,963	3,535,198
Peru	2,805,600	24,610	2,830,210	1,145,447
Ecuador	322,446	—	322,446	1,415,305
British Guiana	—	216,069	216,069	243,992
Surinam	—	165,266	165,266	194,050
Colombia	—	115,962	115,962	209,353
Other Countries	—	115	115	7,429
TOTAL	3,156,353	3,453,678	6,610,031	6,750,774
AFRICA:				
Ghana	—	716,409	716,409	717,021
British South Africa	473,872	—	473,872	—
Belgian Congo	—	336,237	336,237	749,435
Rhodesia	302,774	6,044	308,818	477,546
Nigeria	—	242,310	242,310	290,912
Sierra Leone	—	215,733	215,733	319,415
Portuguese East Africa	189,840	17,549	207,389	190,268
Portuguese West Africa	—	34,252	34,252	59,920
Azores and Madeira	—	19,883	19,883	50,203
Other British West Africa	—	19,320	19,320	—
Morocco	—	15,433	15,433	21,360
Liberia	—	11,868	11,868	—
Gambia	—	9,248	9,248	37,185
Other Countries	—	3,758	3,758	46,127
Union of South Africa	—	—	—	5,240,705
TOTAL	966,486	1,648,044	2,614,530	8,200,095

(This table concluded on Page 15)

	Crop Year 1956-57			Crop Year 1955-56
	Wheat	Flour (Wheat Equivalent)	Total	Total
	(bushels)			
NORTH AMERICA:				
United States	—	1,676,608	1,676,608	—
Milling in Bond	1,114,084	—	1,114,084	562,395
Domestic Use	4,757,417	—	4,757,417	7,693,553
Other Countries	—	17,583	17,583	51,023
TOTAL	5,871,501	1,694,191	7,565,692	8,306,971
All Other Countries	—	—	—	920
GRAND TOTAL	228,257,134	33,539,591	261,796,725	309,181,465

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat.

During the crop year Europe provided the largest regional market for Canadian wheat and flour. Exports to Europe amounted to 191.7 million bushels as compared with 236.7 million bushels in the previous crop year. The decline in Canadian exports to Europe resulted, in the main, from a reduction in the quantity of wheat exported to Poland and the fact that the U.S.S.R., Czechoslovakia, East Germany, Hungary and Finland did not purchase Canadian wheat in the crop year 1956-57. In February, 1956 the U.S.S.R. signed an agreement with Canada providing for the purchase of from 400,000 to 500,000 tons of wheat in each of the three years covered by the agreement. The U.S.S.R. had until February, 1958 to purchase wheat in the second year of the agreement and purchases were made subsequent to August 1, 1957. It so happened that Russian purchases of Canadian wheat under the agreement did not fall within the crop year 1956-57.

Exports to European countries outside of Eastern Europe were 9 million bushels less than in the previous crop year. Exports to the United Kingdom declined by 19 million bushels, the decline being due to larger British imports from the United States of low grade wheat or wheat with guaranteed protein which was available in the last half of the crop year in volume and at relatively low prices. Exports to countries in Continental Western Europe exceeded exports of the previous crop year. Exports to Germany, The Netherlands, Switzerland and France were substantially higher than in 1955-56, and Canadian exports to Belgium were fully maintained. Slightly smaller exports were made to Norway, Ireland and Austria. Italian purchases were limited by the substantial crop harvested in Italy in 1956.

In Asia exports of Canadian wheat and flour were higher than in the previous crop year, the improvement being represented by increased exports to Japan, Israel and Pakistan.

Exports to Central America and the Caribbean Area are largely in the form of flour and were moderately smaller in 1956-57 than in the previous crop year.

Exports to South America were fully maintained in 1956-57. Smaller purchases by Venezuela and Ecuador were offset by larger exports to Peru.

In Africa the decline in exports was largely due to the fact that in 1955-56 the Union of South Africa had purchased 5.2 million bushels of wheat from Canada. Improved production in 1956 made it unnecessary for the Union of South Africa to import Canadian wheat in 1956-57.

United States imports of Canadian wheat for consumption (mainly wheat for feed) amounted to 4.8 million bushels as compared with 7.7 million bushels in the previous crop year. This decline reflected the adequacy of the feed grain supply of the United States. Reduced exports of wheat for consumption in the United States were partially offset by exports of Canadian flour to the extent of 1.7 million bushels.

WHEAT EXPORTS BY PORTS*

Exports of wheat (including Ontario Winter Wheat) through Eastern Canadian ports in 1956-57 amounted to 101.5 million bushels, of which 82.7 million bushels were shipped through St. Lawrence ports. Wheat shipments through Atlantic winter ports were 18.8 million bushels.

*Source: Board of Grain Commissioners for Canada.

Pacific Coast clearances amounted to 104.1 million bushels for 1956-57 and a record shipping programme was again established at the Port of Churchill, with clearances reaching 16.3 million bushels. Exports of wheat to destinations in the United States were 5.9 million bushels, while .5 million bushels were exported to other countries through the United States Atlantic seaboard.

Utilization of Special Account

Section 29A of the Canadian Wheat Board Act provides that unclaimed balances in the hands of the Board which are six years old or more may, with the approval of Governor in Council, be transferred to a Special Account. The Act specifically sets forth that these funds shall be used "for such purposes as the Governor in Council upon the recommendation of the Board may deem to be for the benefit of producers."

During the summer and fall of 1957 the Board arranged for five visiting missions from important grain importing countries. The purpose of the missions was to see at first hand the methods of handling and marketing of western grain. In most cases it was possible for the visiting missions to see the 1957 harvesting, in addition to observing and studying Canadian handling and merchandising methods in Winnipeg and other parts of Canada.

In mid-May a mission representing the barley trade of the United Kingdom visited Canada to study the handling, grading and merchandising of Canadian barley. The second mission came to Canada in June and consisted of the leading cereal chemists of Belgium, The Netherlands and Switzerland. The itinerary and programme for this group was arranged by Dr. J. A. Anderson, Chief Chemist, Board of Grain Commissioners for Canada.

In August the third mission was from Austria and this visit was directed towards the handling, grading and merchandising of Canadian wheat. In late August a fourth mission representing Co-operative Wholesale Society Limited, United Kingdom, arrived in Canada to inspect and study grain handling facilities and methods. The final mission of the year was one representing the milling industry of the Federal Republic of Germany. This group was given every opportunity of observing the production, marketing and processing of Canadian wheat.

In arranging the work and programme for visiting missions the grain trade in Winnipeg and elsewhere, and other interests in Canada, co-operated generously. The Board would like to acknowledge especially the help of the following in connection with the 1957 missions; The Board of Grain Commissioners for Canada, including the Grain Inspection Branch and the Research Laboratory; the Dominion Laboratory of Plant Pathology, Winnipeg; the Dominion Laboratory of Cereal Breeding, Winnipeg; the Plant Products Division, Production Services, Department of Agriculture, Winnipeg; the Saskatchewan Wheat Pool, Regina; the Manitoba Pool Elevators, Winnipeg; the United Grain Growers Limited, Winnipeg; the Experimental Farm Services, Department of Agriculture, Ottawa; the Department of Trade and Commerce, Ottawa; Toronto Elevators Limited, Toronto; the Quaker Oats Company, Peterborough; the National Harbours Board, Montreal and Churchill; the shippers and exporters of Vancouver, Winnipeg and Montreal; and the milling industry of Canada.

Sales Promotion

During the crop year the Board received effective co-operation from grain shippers and exporters and the Canadian milling industry in their capacity as agents of The Canadian Wheat Board.

Members and officials of the Board continued close contact with overseas wheat and flour markets. In 1956 members of the Board visited the United Kingdom, The Netherlands, Belgium, Austria, Italy, Germany, Switzerland, France, Denmark, the U.S.S.R., Hungary, Czechoslovakia, Poland, Japan, Hong Kong and the Philippines. The London and Rotterdam offices of the Board maintained close liaison with all importing countries in Western Europe.

The Board, in co-operation with the Board of Grain Commissioners for Canada, arranged for A. W. Alcock and G. N. Irvine, Cereal Chemists, to visit Japan to discuss milling and baking procedures with interested individuals and trade associations. The visit was useful from the standpoint of utilization of Canadian wheat in the Japanese market.

The Canadian Wheat Board film entitled "Canadian Wheat" is circulating in practically all importing countries and is now available in the French, German, Portuguese, Italian, Polish and Japanese languages.

The Board wishes to acknowledge the assistance which it received throughout the crop year from the Grain Division, Department of Trade and Commerce, Ottawa; the Canadian Trade Commissioners' Service and the Board of Grain Commissioners for Canada. These agencies were very helpful in facilitating the marketing of Canadian wheat and flour.

9. 1956-57 Pool Account—Oats

Policy

By authority of Order in Council P.C. 1956-884 June 7, 1956 Parts III and IV of the Canadian Wheat Board Act were extended to oats for the crop year 1956-57. By the same authority the initial price for oats for 1956-57 was established at 65 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur.

Board Receipts

The following table shows Board receipts from producers, by months, from August 1, 1956 to July 31, 1957:

	Bushels
August, 1956	1,768,993.7
September	7,671,398.9
October	14,281,146.8
November	5,283,225.8
December	2,738,612.9
January, 1957	2,890,909.6
February	2,341,872.8
March	2,987,099.2
April	2,870,584.6
May	4,441,626.7
June	6,753,817.9
July	15,019,984.7
Total	69,049,273.6

Producers delivered 69.0 million bushels of oats to the 1956-57 Pool as compared with 71.4 million bushels to the previous Pool. Deliveries were on a modest scale throughout the crop year. The largest delivery months were September-October, 1956 and June-July, 1957.

Grade Pattern of Board Receipts

The following table shows Board receipts of oats from producers by principal grades, along with the percentage of total receipts of each grade:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W.	179,736.5	.26
No. 3 C.W.	11,535,706.9	16.71
Extra No. 1 Feed	16,721,058.4	24.22
No. 1 Feed	38,010,870.4	55.05
No. 2 Feed	2,025,450.0	2.93
No. 3 Feed	183,361.7	.27
Other grades	393,089.7	.56
Total	69,049,273.6	100.00

The grade pattern of oats deliveries in 1956-57 was very similar to the previous crop year. The principal grade was No. 1 Feed, with receipts of 38.0 million bushels, or 55% of total receipts.

1956-57 Pool Account—Oats

The following table shows the operating position of the 1956-57 Oats Pool from August 1, 1956 to July 31, 1957:

	Bushels	
1. Oats acquired by the Board:		
(a) Producers' deliveries August 1, 1956 to July 31, 1957	69,049,273.6	
(b) Oats otherwise acquired ①	61.5	
(c) Purchased from 1955-56 Pool Account—Oats	10,523,170.3	
Total oats acquired	79,572,505.4	
	(Value)	(Value)
2. Cost of oats acquired		$49,382,898.53
3. Proceeds of sales and value of unsold stocks of oats as at July 31, 1957:		
(a) (i) Completed sales at realized prices	$22,578,814.36	
(ii) Uncompleted sales at contract prices	242,415.33	
Total proceeds from sales	22,821,229.69	
(b) Value of unsold stocks of oats stated at cost	28,519,262.02	51,340,491.71
4. Gross surplus as at July 31, 1957		1,957,593.18
5. Operating costs—August 1, 1956 to July 31, 1957:		
(a) Carrying charges including terminal storage	3,826,327.35	
(b) Interest and bank charges	91,249.12	
(c) Freight recovered on export oats	(441.33)	
(d) Drying charges	134.34	
(e) Brokerage and Clearing Association charges	7,495.77	
(f) Administrative and general expenses	221,028.73	4,145,793.98
6. Debit balance in the 1956-57 Pool Account—Oats, as at July 31, 1957, after valuing stocks of oats on hand at cost prices basis in store Fort William/Port Arthur		$ 2,188,200.80

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

General Comment on the Marketing of Oats—1956-57

On August 1, 1956 commercial supplies of oats in Canada were 47.9 million bushels, and stocks of western oats carried over on farms were well above normal. Growing conditions were favourable for the 1956 oats crop in the prairie provinces, and 1956 production was estimated at 400 million bushels as compared with 290 million bushels harvested in 1955. Oats were in plentiful or adequate supply in all positions throughout the crop year.

Producers' deliveries of oats in 1956-57 amounted to 69.0 million bushels. These deliveries were made by producers under initial and general quotas as established throughout the crop year.

The supply position may be summarized as follows:

	Million Bushels
Commercial carryover—July 31, 1956	47.9
Producers' deliveries—August 1, 1956 to July 31, 1957	69.0
Total	116.9

Commercial supplies of oats of 116.9 million bushels were greatly in excess of markets available to the Board in 1956-57. Demand for oats was limited and did not vary significantly from the levels of demand experienced in the two preceding crop years. The domestic market was the principal outlet for oats during the crop year. Throughout the crop year selling prices declined steadily. Under the circumstances which prevailed, relatively large stocks of oats were carried in elevators during the crop year which added materially to the operating costs of the 1956-57 Pool Account.

The table on the preceding page sets forth the operating position of the 1956-57 Oats Pool from August 1, 1956 to July 31, 1957. The Pool totalled 79.6 million bushels consisting of 69.0 million bushels received from producers, 10.5 million bushels transferred from the 1955-56 Pool Account and a small quantity of oats otherwise acquired.

The 1955-56 Pool was closed on November 16, 1956. This meant that Board sales of oats between August 1, 1956 and November 16, 1956 were largely credited to the 1955-56 Pool and that selling operations in respect to the 1956-57 Pool Account commenced on November 19, 1956. By mid-November oats for fall shipment to the United States and for part of the winter feeding market in Canada had been sold. This restricted the sales of oats which could be made from the 1956-57 Pool Account to the early part of the winter of 1956-57. By July 31, 1957 completed sales of oats credited to the 1956-57 Pool Account were 32.4 million bushels, and uncompleted sales of cash oats were .4 million bushels. The inventory in the 1956-57 Oats Pool as at July 31st was 46.8 million bushels. This inventory was valued at cost.

Operating costs charged to the 1956-57 Pool to July 31, 1957 were $4,145,793.98. The principal item in these costs was carrying charges on oats stored in country and terminal elevators. These costs amounted to $3,826,327.35 and were the equivalent of 5.54 cents per bushel on producers' deliveries to the Pool. These costs reflected the relatively large volume of oats on carrying charges throughout the crop year. Interest and bank charges amounted to $91,249.12. Drying charges were $134.34. Brokerage and Clearing Association charges amounted to $7,495.77, and administrative and general expenses charged to the 1956-57 Oats Pool were $221,028.73. Freight recoveries on export oats resulted in a credit item of $441.33.

After crediting the 1956-57 Pool Account with the proceeds of sales to July 31, 1957, valuing the inventory as at July 31, 1957 at cost and allowing for operating costs to July 31, 1957, the 1956-57 Pool Account showed a debit balance of $2,188,200.80 as at July 31st.

The following table shows Canadian exports of oats during 1956-57 by principal countries of destination, along with comparable statistics for the previous crop year:*

	1956-57	1955-56
	(million bushels)	
United States	17.6	1.9
Belgium	.5	.8
United Kingdom	.1	.4
Netherlands	—	.3
Others	.1	.2
Total	18.3	3.6

Exports of oats in 1956-57 amounted to 18.3 million bushels as compared with 3.6 million bushels in the previous crop year. Exports to the United States were 17.6 million bushels as compared with 1.9 million bushels in the preceding crop year. Exports to other countries were in small volume.

The following table shows the monthly average quotations for No. 1 Feed Oats, along with high and low prices recorded in each month from August 1, 1956 to July 31, 1957. All prices are basis in store Fort William/Port Arthur:

*Source: Board of Grain Commissioners for Canada.

	High	Low	Average
	(cents per bushel)		
August, 1956	80½	76	78¼
September	79¼	76½	77¾
October	79	75¾	77⅝
November	78¾	76½	77⅞
December	76½	71¼	73⅜
January, 1957	74	71¾	73¼
February	71¾	70	70⅞
March	70½	66¼	68⅛
April	67¼	65¼	66⅜
May	67	65	66⅛
June	66¼	64¾	65⅝
July	66	65	65½

During the August-November period 1956 Board selling prices for No. 1 Feed Oats basis in store Fort William/Port Arthur were relatively steady and ranged from a high of 80½ cents per bushel to a low of 75¾ cents per bushel. A sharp decline in Board quotations for No. 1 Feed Oats was registered in December, 1956 when prices dropped to a low point of 71¼ cents per bushel. Selling prices remained at about this level during January and February, 1957, but a sharp drop occurred again in March. During the final five months of the crop year the Board's quoted prices for No. 1 Feed Oats fluctuated narrowly around the 65 cents per bushel level.

On June 13, 1957 Order in Council P.C. 1957-820 established initial prices for the ensuing crop year. The initial price for oats was reduced from 65 cents per bushel to 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur effective on August 1, 1957.

To facilitate the distribution of Feed Oats in Eastern Canada the Board again agreed to make Feed Oats available to shippers prior to the close of navigation for storage in eastern positions on a provisional price basis. A total of 3,269,990.6 bushels were moved into eastern positions under this provision. This movement was, of course, in addition to supplies purchased in store at the Lakehead moved into Eastern Canada through trade channels.

10. 1956-57 Pool Account—Barley

Policy

In accordance with Order in Council P.C. 1956-884, June 7, 1956 Parts III and IV of the Canadian Wheat Board Act were extended to barley for the crop year 1956-57. The same Order in Council provided for an initial price for barley of 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur. Initial payments for all other grades of barley were established by the Board and approved by Order in Council.

Board Receipts

The following table shows receipts of barley from producers, by months, from August 1, 1956 to July 31, 1957:

	Bushels
August, 1956	1,602,044.0
September	7,841,559.5
October	20,779,578.2
November	13,096,878.7
December	11,217,691.8
January, 1957	10,984,690.2
February	7,370,968.5
March	6,122,756.7
April	7,100,464.9
May	8,872,397.8
June	10,482,056.6
July	15,100,178.1
Total	120,571,265.0

Producers delivered 120.6 million bushels of barley to the Board in 1956-57 as compared with 113.9 million bushels in the previous crop year. Deliveries were relatively heavy following the 1956 harvest, reflecting, in part, the large volume of barley which was accepted by shippers and exporters as suitable for malting. Deliveries were steady throughout the winter months, increasing in volume in the final two months of the crop year.

Grade Pattern of Board Receipts

The following table shows the principal grades of barley delivered by producers in 1956-57:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W. Six-Row	2,124,875.6	1.76
No. 3 C.W. Six-Row	37,287,904.8	30.92
No. 4 C.W. Six-Row	2,927,610.7	2.43
No. 2 C.W. Two-Row	518,423.9	.43
No. 3 C.W. Two-Row	8,889,544.6	7.37
No. 1 Feed	50,087,319.1	41.54
Extra No. 2 Feed	1,406,309.9	1.17
No. 2 Feed	14,197,433.3	11.78
No. 3 Feed	2,940,018.7	2.44
Other grades	191,824.4	.16
Total	120,571,265.0	100.00

Producers' marketings in 1956-57 were concentrated in four principal grades. These were No. 3 C.W. Six-Row, No. 3 C.W. Two-Row, No. 1 Feed and No. 2 Feed. Deliveries of No. 3 C.W. Six-Row (a malting grade) were somewhat heavier than in the previous crop year and constituted 30.9% of producers' marketings for the crop year. The predominate grade was No. 1 Feed with receipts of 50.1 million bushels, or 41.5% of total sales.

1956-57 Pool Account—Barley

The following table shows the operating position of the 1956-57 Barley Pool from August 1, 1956 to July 31, 1957:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries August 1, 1956 to July 31, 1957	120,571,265.0	
(b) Barley otherwise acquired ①	7,379.1	
(c) Purchased from 1955-56 Pool Account—Barley	14,693,129.6	
Total barley acquired	135,271,773.7	
	(Value)	(Value)
2. Cost of barley acquired		$122,143,738.25
3. Proceeds of sales and value of unsold stocks of barley as at July 31, 1957:		
(a) (i) Completed sales at realized prices	$89,856,848.14	
(ii) Uncompleted sales at contract prices	3,975,530.53	
Total proceeds from sales	93,832,378.67	
(b) Value of unsold stocks of barley stated at cost	40,961,977.63	134,794,356.30
4. Gross surplus as at July 31, 1957		12,650,618.05
5. Operating costs—August 1, 1956 to July 31, 1957:		
(a) Carrying charges including terminal storage	3,613,740.60	
(b) Interest and bank charges	46,980.59	
(c) Freight recovered on export barley	(543,129.75)	
(d) Diversion charges on export barley	98,645.98	
(e) Drying charges	17,311.55	
(f) Brokerage and Clearing Association charges	3,541.91	
(g) Administrative and general expenses	432,808.83	3,669,899.71
6. Credit balance in the 1956-57 Pool Account—Barley, as at July 31, 1957, after valuing stocks of barley on hand at cost prices basis in store Fort William/Port Arthur		$ 8,980,718.34

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

General Comment on the Marketing of Barley—1956-57

The crop year was an active period in the marketing of barley. The commercial disappearance of barley stocks amounted to about 120 million bushels as compared with about 104 million bushels in the previous crop year. An active export demand was supplemented by an improved domestic demand. The table on the preceding page shows the operating position of the 1956-57 Barley Pool to July 31, 1957.

The 1956-57 Barley Pool consisted of 35,271,773.7 million bushels; of this quantity 20,571,265.0 million bushels were delivered by producers, 14,693,129.6 million bushels were transferred from the 1955-56 Pool, and a relatively small amount of barley was acquired from others than producers. The 1955-56 Pool Account was closed on November 2, 1956; therefore part of Board sales during the crop year were credited to this account.

It should be observed that it has been the practice of the Board to credit sales of barley accepted for malting, or other industrial uses, to the crop account to which such barley was delivered by producers. Therefore, grades of barley delivered by producers in 1956-57 and accepted for malting were credited to the 1956-57 Pool Account even though these sales were made prior to the closing of the 1955-56 Pool Account.

From August 1, 1956 to July 31, 1957 completed sales of barley for the account of the 1956-57 Pool were 84,545,283.5 million bushels. In addition, the Board had uncompleted sales of cash barley on its books as at July 31, 1957 in the amount of 3,867,910.4 million bushels. The inventory in the 1956-57 Pool Account as at July 31, 1957 was 46,847,977.4 million bushels. This inventory was valued at cost.

In respect to the 1956-57 Pool Account to July 31, 1957, operating costs amounted to $3,669,899.71. These costs consisted principally of carrying charges on barley stored in country and terminal elevators. These charges amounted to $3,613,740.60. Interest and bank charges were $46,980.59. Freight recoveries on shipments of barley to Pacific Coast ports for export provided a credit item of $543,129.75. Diversion charges on barley shipped to the Pacific Coast for export were $98,645.98. Drying charges and brokerage and Clearing Association charges were $17,311.55 and $3,541.91, respectively. Administrative and general expenses to July 31, 1957 were $432,808.83.

After applying the proceeds of sales to July 31, 1957, valuing the inventory at the same date at cost and allowing for operating costs which have been described, the 1956-57 Barley Account shows a credit balance of $8,980,718.34 as at July 31, 1957.

Throughout the crop year there was a sustained movement of barley into consumption in Canada and into export markets. Overseas shipments were particularly large in the period August, 1956 through January, 1957; were well maintained during February, March and April, and increased in volume in the final three months of the crop year. Exports of malting grades to the United States were heaviest prior to the close of navigation on the Great Lakes and again following the opening of the 1957 season of navigation.

The following table shows exports of barley for 1956-57, along with comparative figures for the previous crop year:

	1956-57	1955-56
	(million bushels)	
United States	21.6	28.9
United Kingdom	32.4	22.7
Japan	12.2	7.0
Germany	9.2	3.2
Belgium	.7	.2
Netherlands	.4	.2
Switzerland	.2	—
Ireland	.1	—
Czechoslovakia	—	1.4
Norway	—	.4
Poland	—	.2
Others	.1	.1
TOTAL	76.9	64.3

Exports of barley amounted to 76.9 million bushels as compared with 64.3 million bushels in the previous year. The United Kingdom was the largest purchaser of Canadian barley during the crop year, exports to the United Kingdom amounting to 32.4 million bushels. The United States was the second largest market. Exports to that country amounted to 21.6 million bushels. Japan and Germany were the third and fourth largest markets for barley, taking 12.2 and 9.2 million bushels, respectively. Belgium, The Netherlands, Switzerland and Ireland purchased barley in smaller amounts.

The following table shows monthly average Board quotations for No. 1 Feed Barley, along with high and low prices recorded each month from August 1, 1956 to July 31, 1957 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1956	106	101¾	104⅜
September	106	103½	105
October	105¼	100½	103¼
November	107¼	102¼	104½
December	105	99	101⅞
January, 1957	102	99¼	100⅞
February	99½	95¾	97⅞
March	97½	93	94⅜
April	93¾	93	93
May	93	93	93
June	93	93	93
July	93	93	93

Barley prices fluctuated within narrow limits during the first five months of the crop year. Board asking prices for No. 1 Feed Barley ranged from a high of $1.07¼ per bushel in November to a low of 99 cents per bushel in December. Monthly average prices ranged from $1.05 per bushel in September to $1.01⅞ in December. In the period from January, 1957 to July, 1957 prices followed a downward trend, the decline bringing Board asking prices for No. 1 Feed Barley to a level of 93 cents per bushel in the final three months of the crop year.

During the fall of 1956 the Board arranged for stocks of barley to be placed in eastern positions on a provisional sale basis. This action was taken to stimulate the movement of feed barley into Eastern Canada prior to the close of navigation. Stocks moved on this basis amounted to 2,494,831.4 million bushels.

11. Payment Division

The following table shows the major payments completed during the crop year 1956-57:

	Date First Cheques Mailed	Date Completed	Number of Cheques Issued	Total Value of Cheques Issued
1955-56 Pool Account—Wheat:				
Interim Payment	Feb. 18, 1957	Mar. 12, 1957	318,858	$ 37,339,123.87
Final Payment	May 21, 1957	May 31, 1957	318,825	41,953,923.81
1955-56 Pool Account—Oats:				
Final Payment	Nov. 30, 1956	Dec. 7, 1956	111,694	8,169,672.90
1955-56 Pool Account—Barley:				
Final Payment	Nov. 16, 1956	Nov. 26, 1956	157,063	15,217,219.17
			906,440	$102,679,939.75

The Payment Department also issued 80 cheques (value $4,182.73) applicable to the 1940, 1941, 1942, 1943 and 1944 Wheat Accounts; and 159 cheques (value $19,410.71) covering Adjustment Payments and the Final Payment applicable to the 1945-49 Pool Account—Wheat.

12. Legal Department

The Legal Department dealt with all matters of a legal nature affecting the operations of the Board.

The Department continued to assist the Payment Department in connection with payments to the estates of deceased persons.

During the crop year 402 individuals were prosecuted in connection with breaches of the Act and the Regulations as compared with 37 individuals prosecuted during the 1955-56 crop year.

13. Staff and Officers

The following table shows the number of employees of the Board on July 31, 1957 and July 31, 1956:

	July 31 1957	July 31 1956
Winnipeg	646	661
Calgary	34	35
Vancouver	17	18
Montreal	5	5
London, England	3	3
Rotterdam, Netherlands	2	1
TOTAL	707	723

On July 31, 1957 the Board had 707 employees as compared with 723 on July 31, 1956. The decline was mainly in clerical staff in the Head Office of the Board in Winnipeg.

14. Advisory Committee

The Advisory Committee continued to render valuable service to the Board. In 1956-57 three meetings of the Committee were held.

The members of the Advisory Committee are: Mr. J. H. Wesson, Regina, Saskatchewan; Mr. J. E Brownlee, Q.C., Winnipeg, Manitoba; Mr. C. P. Hansen, Saskatoon, Saskatchewan; Mr. R. C. Marler, Edmonton, Alberta; Dr. W. J. Parker, Winnipeg, Manitoba; and Mr. Ben Plumer, Calgary, Alberta.

PART II

FINANCIAL STATEMENTS

The financial statements of The Canadian Wheat Board for the crop year ended July 31, 1957 are presented in this section of the Report. They consist of a Consolidated Balance Sheet (Exhibit I) which sets forth the financial position of the Board as at the foregoing date, together with other statements showing the results of Board operations to the close of the crop year, all as tabulated in the index preceding the financial statements and as discussed in Part I of this Report.

Due to the large volume of grain remaining unsold in the 1956-57 Pool Accounts for wheat, oats and barley, it was decided that it would be advisable to defer the closing of these accounts and hence none of these accounts have been finalized as at the date of this Report.

CONSOLIDATED BALANCE SHEET

The consolidated financial position of The Canadian Wheat Board as at July 31, 1957 is set forth in Exhibit I. With respect to some of the items appearing in the Consolidated Balance Sheet the following comments are submitted.

Stocks of Grain—$632,470,721.62

WHEAT STOCKS—$558,771,536.11

As at July 31, 1957 the total stocks of wheat held by the Board amounted to 419,139,154.0 bushels. Of this amount 52,758,653.2 bushels had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The remaining inventory of wheat amounting to 366,380,500.8 bushels consists of the following:

Balance of stocks transferred from the 1955-56 Pool Account:		
Unsold stocks	57,750,756.7	
Stocks which have been sold, but on a deferred price basis	2,639,509.8	60,390,266.5
Balance of purchases from producers on the 1956-57 Pool Account:		
Unsold stocks	302,442,642.3	
Stocks which have been sold, but on a deferred price basis	2,654,073.6	
	305,096,715.9	
Net bushels acquired from the adjustments of overages and shortages, etc., at country and terminal elevators on the 1956-57 Pool Account	898,653.8	
	305,995,369.7	
Less: Weight losses in transit and in drying	5,135.4	305,990,234.3
		366,380,500.8

These stocks were in store country elevators, in store terminal elevators and mills, in transit and in the custody of Agents. In accordance with accepted accounting practice and consistent with the procedure followed in previous crop years this portion of the inventory has been valued at cost. With respect to the balance of stocks of 60,390,266.5 bushels transferred from the 1955-56 Pool Account as at May 3, 1957 and which were still on hand as at July 31, 1957, including those stocks sold on a deferred price basis, cost is the price at which the transfer of unsold stocks from the 1955-56 Pool Account was made; namely, basis $1.64 per bushel for No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver, less an allowance of 4 cents to 7 cents per bushel, depending on the grade, for subsequent market risk. Relevant to the item in the inventory of 305,990,234.3 bushels, cost is the Board's initial price paid to producers for the 1956-57 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Stocks in the custody of Agents represent wheat provisionally invoiced to Agents of the Board and for which the Board will receive a final accounting in respect to the ultimate disposition of these stocks. The Board receives an advance from its Agents for wheat invoiced on a provisional price basis and, as at July 31, 1957 this advance was $1.70 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port

Arthur or Vancouver. As at July 31, 1957 advances received by the Board from its Agents totalled $133,207,493.48 as shown in Exhibit I. Effective August 1, 1957, the advance receivable by the Board from its Agents, excluding mills, was reduced from $1.70 per bushel to $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. With respect to stocks invoiced on a provisional price basis to mills and also effective from August 1, 1957, the advance was reduced from $1.70 per bushel to $1.60 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

OATS AND BARLEY STOCKS—$73,699,185.51

Stocks of oats and barley held by the Board as at July 31, 1957 and which were in store country and terminal elevators and in transit amounted to 47,153,317.5 bushels and 50,715,887.8 bushels respectively. Of these amounts 367,195.6 bushels of oats and 3,867,910.4 bushels of barley had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices. The balance of the coarse grain inventories amounting to 46,786,121.9 bushels of oats and 46,847,977.4 bushels of barley was comprised of the following:

	Oats	Barley
Balance of stocks transferred from the 1955-56 Pool Account	1,779,820.8	1,862,961.8
Balance of purchases from producers on the 1956-57 Pool Account	45,006,323.3	44,988,238.9
Stocks acquired from other than producers	61.5	7,379.1
	46,786,205.6	46,858,579.8
Less: Weight losses in transit and in drying	83.7	10,602.4
	46,786,121.9	46,847,977.4

In accordance with accepted accounting practice these portions of the inventories of oats and barley have been valued at cost. With respect to the balance of the oats and barley stocks amounting to 1,779,820.8 bushels and 1,862,961.8 bushels transferred from the 1955-56 Pool Accounts on the respective dates of November 16, 1956 and November 2, 1956 and which were still on hand as at July 31, 1957, cost is the price at which the transfers from the 1955-56 Pool Accounts were made. In the case of oats this price was 80¾ cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and in the case of barley the price was $1.13 per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur. With respect to the balance of the unsold inventories of oats and barley of 45,006,301.1 bushels and 44,985,015.6 bushels respectively, cost is the Board's initial price paid to producers for oats and barley in the 1956-57 Crop Year. For oats this price was 65 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and for barley 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

Accounts Receivable—$2,020,231.87

This item consists principally of amounts due from Agents of the Board in respect to sales which had been completed as at July 31, 1957, but for which final accountings were not received until subsequent to that date and forwarding charges recoverable in respect to stocks of wheat held by the Board in store Atlantic Seaboard Ports. The balance of this amount comprises sundry accounts payable to the Board which were not collected until subsequent to the year-end date.

Grain Trade Memberships—$21,225.32

The Canadian Wheat Board owns ten memberships in the Winnipeg Grain Exchange, one in the Vancouver Grain Exchange, one in the Winnipeg Grain and Produce Exchange Clearing Association Limited and one in the Lake Shippers' Clearance Association. These memberships are stated at cost less recorded dividends to July 31, 1957.

The Canadian Wheat Board Building, at cost less depreciation—$364,200.00

Under the authority of Order in Council P.C. 146/2800 the Board purchased The Canadian Wheat Board Building on August 31, 1946 at cost of $450,000.00 for the land and buildings.

In accordance with instructions received from the Government of Canada the Board paid to the City of Winnipeg and the City of Calgary grants of $34,725.59 and $667.66 respectively, in lieu of realty and business taxes on The Canadian Wheat Board Building and on premises rented by the Board in the City of Winnipeg and in lieu of business taxes on premises rented by the Board in the City of Calgary, but without admitting any liability for such taxes. These grants totalled

$35,393.25 and of this amount $20,646.07 has been applied to Board operations for the period from January 1, 1957 to July 31, 1957. The balance of $14,747.18 has been deferred and will be charged to the operations of the Board for the 1957-58 Crop Year. This latter figure is included in the item of $30,000.63 as shown in the Consolidated Balance Sheet. Depreciation has been provided on The Canadian Wheat Board Building for the year ended July 31, 1957 at the rate of 2% per annum amounting to $7,800.00. The amounts for depreciation and taxes $7,800.00 and $20,646.07 are included in the item of $229,916.31 as shown in Exhibit VII.

Bank Loans—$86,935,362.07

During the crop year under review payments were made to producers involving a cash distribution of $102,679,939.75 consisting of the following:

INTERIM PAYMENTS		
1955-56 Pool Account—Wheat		$ 37,339,123.87
FINAL PAYMENTS		
1955-56 Pool Account—Wheat	$41,953,923.81	
1955-56 Pool Account—Oats	8,169,672.90	
1955-56 Pool Account—Barley	15,217,219.17	65,340,815.88
		$102,679,939.75

At the commencement of the crop year Board borrowings from the Chartered Banks amounted to $37,017,575.45 and during the 1956-57 Crop Year the Board's cash requirements remained at a high level in order to carry abnormally large stocks of wheat, oats and barley, to distribute payments to producers and to meet current operating expenses. During December, 1956 and the early part of January, 1957 the Board's cash position improved to the point where for brief periods during this interval the Board reverted to the position of a depositor with the Chartered Banks. Otherwise throughout the balance of the 1956-57 Crop Year the Board remained in a borrowing position with the Chartered Banks. Board borrowings from the Chartered Banks reached a maximum of $93,977,325.17 on July 9, 1957 but declined to $86,935,362.07 at the year-end date. The interest rate in effect as at July 31, 1957 on Board loans from the Chartered Banks was 4% per annum.

On April 23, 1956 the representatives of the Chartered Banks approached the Board to open negotiations for an increase in the interest rate paid by the Board on its direct borrowings from the Chartered Banks and in the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board. The negotiations continued until August 3, 1956 on which date the Board with the approval of the Government of Canada accepted an increase in interest rates of ¼ of 1% per annum, effective as from August 6, 1956. Effective from the foregoing date, therefore, the interest rate paid by the Board on its direct borrowings from the Chartered Banks was increased from 3% to 3¼% per annum and the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased from 3¾% to 4% per annum.

Subsequently on October 16, 1956 the representatives of the Chartered Banks again approached the Board to open negotiations for a further increase in interest rates. After considerable negotiations with the Banks' representatives and consultation with the Government of Canada interest rates were again increased by ½ of 1% per annum. Therefore, effective from October 24, 1956, the interest rate paid by the Board on its direct borrowings from the Chartered Banks was increased from 3¼% to 3¾% per annum and the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased from 4% to 4½% per annum.

On February 7, 1957 the Chartered Banks approached the Board requesting that interest rates be increased by an additional ¼ of 1% per annum. After negotiations with the representatives of the Chartered Banks and consultation with the Government of Canada the Board accepted the proposed increase in interest rates of ¼ of 1% per annum. Therefore, effective as from March 1, 1957, the rate of interest paid by the Board on its direct borrowings from the Chartered Banks was increased from 3¾% to 4% per annum and the rate of interest paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased from 4½% to 4¾% per annum.

Again on August 21, 1957 the representatives of the Chartered Banks approached the Board to open negotiations for still a further increase in interest rates. After negotiations with the Banks'

representatives lasting to October 2, 1957, and after consultation with the Government of Canada, the Board accepted an increase in interest rates of ¼ of 1% per annum. The interest rate to be paid by the Board on its direct borrowings from the Chartered Banks was increased from 4% to 4¼% per annum and became effective as from September 3, 1957. The interest rate paid by Grain Companies on loans secured by grain held by them for the account of the Board was increased from 4¾% to 5% per annum, effective as from October 7, 1957. These revised interest rates of 4¼% and 5% per annum are the rates in effect at the date of this Report.

Liability to Agents—$391,012,238.21

Grain Companies acting in the capacity of Agents of the Board accept deliveries from producers at country elevators and on behalf of the Board pay the producers basis the Board's initial price in effect. Settlement is not made by the Board for these purchases until delivery to the Board is completed by its Agents at terminal or mill positions. Liability to Agents amounting to $391,012,238.21 represents the amount payable by the Board to its Agents for purchases of wheat, oats and barley from producers at country elevator points to July 31, 1957 for which delivery to and settlement by the Board will be completed subsequent to the year-end date.

Amounts Due to Producers

ADJUSTMENT PAYMENTS

There were no adjustment payments authorized on the 1956-57 Pool Accounts for wheat, oats and barley, but in respect to adjustment payments which had been authorized on previous pool accounts there was still outstanding as at July 31, 1957 the sum of $620,865.69 consisting of the following:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
Balance payable on the three adjustment payments authorized on the 1945-49 Pool Account	$559,691.74	$41,175.02	$600,866.76
1950-51 Pool Account		3,978.32	3,978.32
1951-52 Pool Account		4,953.69	4,953.69
1952-53 Pool Account		3,598.99	3,598.99
	559,691.74	53,706.02	613,397.76
COARSE GRAINS			
1950-51 Pool Account—Oats		795.63	795.63
1950-51 Pool Account—Barley		1,126.56	1,126.56
1951-52 Pool Account—Barley		627.19	627.19
1952-53 Pool Account—Barley		1,202.55	1,202.55
1954-55 Pool Account—Oats		1,640.89	1,640.89
1954-55 Pool Account—Barley		2,075.11	2,075.11
		7,467.93	7,467.93
Total amount payable on adjustment payments—wheat and coarse grains	$559,691.74	$61,173.95	$620,865.69

In the period from August 1, 1957 to December 31, 1957 the Board paid $6,077.08 in respect to the above liability of $620,865.69.

Interim Payments

In the crop year under review an interim payment was authorized on the 1955-56 Pool Account for wheat in accordance with the provisions of Section 26(3) of the Canadian Wheat Board Act and Order in Council P.C. 1957-190, February 7, 1957. The payment applied to deliveries of wheat by producers on the 1955-56 Pool Account in the period from August 1, 1955 to July 31, 1956 and amounted to $37,339,123.87. As at July 31, 1957 there was still outstanding the sum of $313,749.84 in respect to this and other interim payments and this amount consisted entirely of cheques in the hands of producers which had not been presented to the Board for payment. The detail of the amount outstanding is as follows:

	Outstanding Cheques
1952-53 Pool Account	$ 8,703.50
1953-54 Pool Account	9,255.24
1954-55 Pool Account	14,424.50
1955-56 Pool Account	281,366.60
	$313,749.84

During the period from August 1, 1957 to December 31, 1957 the Board paid $200,370.06 in respect to the above liability of $313,749.84.

Final Payments

Amounts due to producers on outstanding participation certificates and cheques with respect to final payments on the undernoted accounts are as follows:

	Outstanding Certificates	Outstanding Cheques	Total
Wheat			
1945-49 Pool Account	$335,260.89	$ 44,533.18	$ 379,794.07
1950-51 Pool Account		10,859.03	10,859.03
1951-52 Pool Account		10,447.14	10,447.14
1952-53 Pool Account		9,765.10	9,765.10
1953-54 Pool Account		10,969.02	10,969.02
1954-55 Pool Account		42,719.18	42,719.18
1955-56 Pool Account		1,337,013.36	1,337,013.36
	335,260.89	1,466,306.01	1,801,566.90
Coarse Grains			
1949-50 Pool Account—Oats		4,061.42	4,061.42
1949-50 Pool Account—Barley		3,946.50	3,946.50
1950-51 Pool Account—Oats		3,136.93	3,136.93
1950-51 Pool Account—Barley		2,209.01	2,209.01
1951-52 Pool Account—Oats		4,565.62	4,565.62
1951-52 Pool Account—Barley		1,877.34	1,877.34
1952-53 Pool Account—Oats		1,742.01	1,742.01
1952-53 Pool Account—Barley		4,862.42	4,862.42
1953-54 Pool Account—Oats		2,712.92	2,712.92
1953-54 Pool Account—Barley		2,731.92	2,731.92
1954-55 Pool Account—Oats		3,821.55	3,821.55
1954-55 Pool Account—Barley		5,236.34	5,236.34
1955-56 Pool Account—Oats		31,551.00	31,551.00
1955-56 Pool Account—Barley		40,834.37	40,834.37
		113,289.35	113,289.35
Total amount payable on final payments—wheat and coarse grains	$335,260.89	$1,579,595.36	$1,914,856.25

During the period from August 1, 1957 to December 31, 1957 the Board paid $1,224,275.41 in respect to the above liability of $1,914,856.25.

Accrued Expenses and Accounts Payable—$9,513,967.39

This item comprises in the main accrued carrying charges, storage and interest charges to July 31, 1957 together with sundry accounts which were unpaid as at the year-end date.

Special Account—Net Balance of Undistributed Payment Accounts—$715,946.65

In accordance with the provisions of Section 29A of the Canadian Wheat Board Act the Board was authorized with the approval of the Governor in Council to transfer to a Special Account the balances remaining in specific payment accounts and to use these funds for such purposes as the Governor in Council upon the recommendation of the Board considers to be for the benefit of producers. The following summary sets forth the details of transactions affecting the Special Account for the crop year under review:

Balance of the Special Account as at July 31, 1956			$775,729.95
(During the crop year under review there were no transfers to the Special Account under the authority of Section 29A of the Canadian Wheat Board Act)			
Less: Expenditures authorized under the provisions of Section 29A(2) of the Canadian Wheat Board Act and the following Orders in Council:			
Order in Council P.C. 1954-956, June 24, 1954			
Total authorization—$135,000.00			
Unexpended July 31, 1956	$ 4,491.76		
Less: Unexpended July 31, 1957	Nil	$ 4,491.76	
Order in Council P.C. 1955-1607, October 26, 1955			
Total authorization—$75,000.00			
Unexpended July 31, 1956	52,331.14		
Less: Unexpended July 31, 1957	1,246.32	51,084.82	
Order in Council P.C. 1956-1156, July 26, 1956			
Total authorization	15,000.00		
Less: Unexpended July 31, 1957	10,793.28	4,206.72	59,783.30
Balance of the Special Account as at July 31, 1957			$715,946.65

STATEMENTS OF OPERATIONS

Wheat Division—1956-57 Pool Account—Exhibit II

As at July 31, 1957 stocks of wheat remaining unsold in the 1956-57 Pool Account and stocks of wheat which had been sold, but on a deferred price basis amounted to 366,380,500.8 bushels.

In accordance with accepted accounting practice and consistent with the basis of valuation adopted for previous fiscal years this inventory for purposes of the Board's accounts as at July 31, 1957 has been valued at cost. Included in the inventory figure of 366,380,500.8 bushels is an amount of 60,390,266.5 bushels which was the balance of the stocks transferred from the 1955-56 Pool Account as at May 3, 1957 and which were still on hand as at July 31, 1957. In respect to this item in the inventory cost is the price at which the transfer from the 1955-56 Pool Account was made; namely, basis $1.64 per bushel for No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver, less an allowance of 4 cents to 7 cents per bushel depending on grade for subsequent

market risk. Relevant to the balance of the inventory amounting to 305,990,234.3 bushels, cost is the initial price paid to producers in the 1956-57 Crop Year which was$1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/ Port Arthur or Vancouver.

Included in the operating results on the 1956-57 Pool Account to July 31, 1957 is an amount of $7,881,023.22 representing a portion of the carrying charges received from the Government of Canada during the 1956-57 Crop Year under the provisions of the Temporary Wheat Reserves Act. The total carrying charges received under this legislation for the 1956-57 Crop Year amounted to $28,816,765.80. The Board recommended and the Governor in Council approved by Order in Council P.C. 1957-692, May 20, 1957 that these carrying charges be allocated as follows:

1955-56 Pool Account—Wheat.....	$20,935,742.58
1956-57 Pool Account—Wheat.....	7,881,023.22
	$28,816,765.80

During the 1957-58 Crop Year the Board will receive from the Government of Canada $35,553,508.64 for carrying charges under the provisions of the Temporary Wheat Reserves Act and this amount will be allocated between the 1956-57 Pool Account for Wheat and the 1957-58 Pool Account for Wheat. At the date of this Report this allocation had not been determined.

In terms of the foregoing and on the basis of the valuation of the inventory, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1956-57 Pool Account—Wheat to July 31, 1957 showed a credit balance of $3,255,754.89. This credit balance should not be viewed as the final result of marketing operations on the 1956-57 Pool Account.

Oats and Barley Division—Exhibits III and IV

Under the authority of the Canadian Wheat Board Act and Order in Council P.C. 1956-884, June 7, 1956 the Board was authorized to purchase from producers during the 1956-57 Crop Year oats and barley produced in the designated area and to pay to producers a fixed initial price of 65 cents per bushel for No. 2 Canada Western Oats and a fixed initial price of 96 cents per bushel for No. 3 Canada Western Six-Row Barley, both prices basis in store Fort William/Port Arthur. As at July 31, 1957 stocks of oats and barley remaining unsold in the 1956-57 Pool Accounts amounted to 46,786,121.9 bushels and 46,847,977.4 bushels respectively.

In accordance with accepted accounting practice these inventories for purposes of the Board's accounts at July 31, 1957 have been valued at cost. Included in the inventories of oats and barley are 1,779,820.8 bushels of oats and 1,862,961.8 bushels of barley which were the balances of the stocks of oats and barley transferred from the 1955-56 Pool Accounts on November 16, 1956 and November 2, 1956 respectively, and which were still on hand as at July 31, 1957. In respect to these portions of the oats and barley inventories cost is the price at which the transfers from the 1955-56 Pool Accounts were made. For oats this price was 80¾ cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and for barley this price was $1.13 per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur. Relevant to the balance of the oats and barley inventories amounting to 45,006,301.1 bushels and 44,985,015.6 bushels respectively cost is the Board's initial price paid to producers for oats and barley in the 1956-57 Crop Year. With respect to oats this price was 65 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and with respect to barley this price was 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

On the basis of the valuation of the inventories, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1956-57 Pool Accounts for oats and barley to July 31, 1957 showed a debit balance on oats of $2,188,200.80 and a credit balance on barley of $8,980,718.34. These results should not be viewed as the final results of marketing operations on the 1956-57 Pool Accounts for oats and barley.

Schedule of Administrative and General Expenses—Exhibit VII

The total expenditures under this heading for the crop year under review amounted to $3,036,199.39 comprising expenses applicable to the Board's offices at Winnipeg, Calgary, Vancouver, Montreal, London (England) and Rotterdam (Netherlands). Details of these expenditures and the allocations to Board operations are set forth in Exhibit VII.

The Report of the Board's Auditors for the year ended July 31, 1957 is contained in Part III of this Report.

In this Report and in the financial statements we have endeavoured to describe the administration of policy with respect to wheat, oats and barley for the year ended July 31, 1957.

In conclusion we would like to record our appreciation for the loyal and conscientious service rendered by the officers and staff of the Board.

All of which is respectfully submitted,

GEO. McIVOR
Chief Commissioner

W. C. McNAMARA
Assistant Chief Commissioner

W. RIDDEL
Commissioner

W. E. ROBERTSON
Commissioner

THE CANADIAN WHEAT BOARD
INDEX TO FINANCIAL STATEMENTS
31st July 1957

Exhibit I. *Consolidated Balance Sheet.*

Exhibit II. *Statement of Operations, 1956-57 Pool Account—Wheat.*

Exhibit III. *Statement of Operations, 1956-57 Pool Account—Oats.*

Exhibit IV. *Statement of Operations, 1956-57 Pool Account—Barley.*

Exhibit V. *Statement of Payments to Producers.*

Exhibit VI. *Statement of Provisions for Final Payment Expenses.*

Exhibit VII. *Schedule of Administrative and General Expenses and Allocations to Operations for the year ended 31st July 1957.*

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CONSOLIDAT
As at

ASSETS

Stocks of grain:		
Wheat stocks — stated at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill	$ 81,886,891.83	
Wheat stocks — stated at cost prices basis in store Fort William/Port Arthur or Vancouver	476,884,644.28	$558,771,536.11
Oats stocks — stated at contract prices basis in store Fort William/Port Arthur	242,415.33	
Oats stocks — stated at cost prices basis in store Fort William/Port Arthur	28,519,262.02	28,761,677.35
Barley stocks — stated at contract prices basis in store Fort William/Port Arthur	3,975,530.53	
Barley stocks — stated at cost prices basis in store Fort William/Port Arthur	40,961,977.63	44,937,508.16
Accounts receivable		2,020,231.8
Memberships — In the Winnipeg and Vancouver Grain Exchanges, the Winnipeg Grain and Produce Exchange Clearing Association Limited and the Lake Shippers' Clearance Association		21,225.3
The Canadian Wheat Board Building, Winnipeg, at cost less depreciation		364,200.0
Deferred and prepaid expenses		30,000.6
Office furniture, equipment and automobiles, at cost less depreciation		108,311.8
Debit balance — 1956-57 Pool Account — Oats		2,188,200.8
		$637,202,892.0

Approved:

GEO. MCIVOR, *Chief Commissioner*

W. C. MCNAMARA, *Assistant Chief Commissioner*

W. RIDDEL, *Commissioner*

W. E. ROBERTSO *Commissioner*

Exhibit I

AT BOARD

ANCE SHEET

957

LIABILITIES

nk loans			$ 86,935,362.07
bility to Agents for grain purchased from Producers but not et delivered to the Board			391,012,238.21
vances received on Agency wheat stocks			133,207,493.48
ounts due to Producers:			
Outstanding certificates and cheques:			
Balance of adjustment payments	— Wheat	$ 613,397.76	
	— Coarse Grains	7,467.93	
Balance of interim payments	— Wheat	313,749.84	
Balance of final payments	— Wheat	1,801,566.90	
	— Coarse Grains	113,289.35	2,849,471.78
rued expenses and accounts payable			9,513,967.39
visions for final payment expenses			731,939.26
cial Account — net balance of undistributed payment ccounts			715,946.65
dit balance — 1956-57 Pool Account — Wheat			3,255,754.89
dit balance — 1956-57 Pool Account — Barley			8,980,718.34
			$637,202,892.07

This is the Consolidated Balance Sheet which is referred to in our report of this date.

nipeg, Manitoba,
January 1958.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

THE CANAD
1956-57 P
STATEMENT
For the crop y

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Purchased from 1955-56 Pool Account—Wheat.....

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Weight losses in transit and in drying.....

Uncompleted sales at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Stocks of wheat—stated at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Surplus on wheat transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators.....

Storage on wheat stored in terminal elevators.....

Net interest paid to agents on agency wheat stocks.....

Less: Carrying charges received under the Temporary Wheat Reserves Act.....

Bank interest, exchange and bank charges less net interest recovered from other Board accounts

Net additional freight on wheat shipped from country stations to terminal positions.....

Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....

Drying charges.....

Administrative and general expenses to 31st July 1957.....

Credit balance in the 1956-57 Pool Account — Wheat, as at 31st July 1957, after valuing stocks of wh on hand at cost prices basis in store Fort William/Port Arthur or Vancouver.....

Exhibit II

:AT BOARD
unt-Wheat
:RATIONS
d 31st July 1957

Bushels			Amount	
51,358,564.2			$446,884,699.02	
898,653.8			1,168,760.91	
57,142,237.3	519,399,455.3		244,067,194.97	$692,120,654.90
7,874,598.2				
58,379,086.3				
4,001,481.4				
5,135.4	100,260,301.3	$156,691,485.23		
4,021,432.8				
34,346,648.6				
4,390,571.8	52,758,653.2	81,886,891.83	238,578,377.06	
	366,380,500.8		476,884,644.28	715,463,021.34
	519,399,455.3			
				23,342,366.44
		20,615,521.15		
		3,445,241.01		
		1,698,267.48		
		25,759,029.64		
		7,881,023.22	17,878,006.42	
			870,398.72	
			179,945.46	
			111,046.48	
			8,946.09	
			1,038,268.38	20,086,611.55
				$ 3,255,754.89

THE CANAD
1956-57 P
STATEMENT
For the crop y

Oats required:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1955-56 Pool Account — Oats.....

Oats sold: ①

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Weight losses in drying.....

Uncompleted sales at contract prices basis in store Fort William/Port Arthur.....

Stocks of oats — stated at cost prices basis in store Fort William/Port Arthur.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Vancouver for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1957.....

Debit balance in the 1956-57 Pool Account – Oats, as at 31st July 1957, after valuing stocks of oats on hand a cost prices basis in store Fort William/Port Arthur.....

① Excluding open futures sales contracts of 4,975,000 bushels of October oats adjusted to the market close as at 31st July 1957.

Exhibit III

EAT BOARD
count-Oats
ERATIONS
ed 31st July 1957

	Bushels		Amount	
9,049,273.6		$41,797,607.15		
61.5		33.48		
0,523,170.3	79,572,505.4	7,585,257.90	$49,382,898.53	
2,419,104.2		22,578,814.36		
83.7		—		
367,195.6		242,415.33		
6,786,121.9	79,572,505.4	28,519,262.02	51,340,491.71	
			1,957,593.18	
	$3,597,866.60			
	228,460.75	3,826,327.35		
		91,249.12		
		(441.33)		
		134.34		
		7,495.77		
		221,028.73	4,145,793.98	
			$ 2,188,200.80	

THE CANAD
1956-57 P
STATEMENT
For the crop y

Barley acquired:

- Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur
- Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur
- Purchased from 1955-56 Pool Account — Barley

Barley sold: ①

- Completed sales at realized prices basis in store Fort William/Port Arthur
- Weight losses in drying
- Uncompleted sales at contract prices basis in store Fort William/Port Arthur

Stocks of barley — stated at cost prices basis in store Fort William/Port Arthur

Surplus on barley transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

- Carrying charges:
  - Carrying charges on barley stored in country elevators
  - Storage on barley stored in terminal elevators
- Interest and bank charges
- Freight recovered on shipments of barley to Pacific Coast ports for export
- Diversion charges on shipments of barley to Pacific Coast ports for export
- Drying charges
- Brokerage and Clearing Association charges
- Administrative and general expenses to 31st July 1957

Credit balance in the 1956-57 Pool Account — Barley, as at 31st July 1957, after valuing stocks of barley o
hand at cost prices basis in store Fort William/Port Arthur

① Excluding open futures purchase contracts of 248,000 bushels of October barley adjusted to the market close as at 31st July 1957.

Exhibit IV

EAT BOARD
ount - Barley
ERATIONS
ed 31st July 1957

Bushels			Amount	
20,571,265.0			$107,497,614.10	
7,379.1			7,078.52	
14,693,129.6	135,271,773.7		14,639,045.63	$122,143,738.25
84,545,283.5			89,856,848.14	
10,602.4			—	
3,867,910.4			3,975,530.53	
46,847,977.4	135,271,773.7		40,961,977.63	134,794,356.30
				12,650,618.05
		$2,793,139.98		
		820,600.62	3,613,740.60	
			46,980.59	
			(543,129.75)	
			98,645.98	
			17,311.55	
			3,541.91	
			432,808.83	3,669,899.71
				$ 8,980,718.34

THE CANAD
STATEMENT
As at

Adjustment Payments:

Wheat:
- 1945-49 Pool Account
- 1950-51 Pool Account
- 1951-52 Pool Account
- 1952-53 Pool Account

Coarse Grains:
- 1950-51 Pool Account — Oats
- 1950-51 Pool Account — Barley
- 1951-52 Pool Account — Barley
- 1952-53 Pool Account — Barley
- 1954-55 Pool Account — Oats
- 1954-55 Pool Account — Barley

Interim Payments:

Wheat:
- 1952-53 Pool Account
- 1953-54 Pool Account
- 1954-55 Pool Account
- 1955-56 Pool Account

Final Payments:

Wheat:
- 1945-49 Pool Account
- 1950-51 Pool Account
- 1951-52 Pool Account
- 1952-53 Pool Account
- 1953-54 Pool Account
- 1954-55 Pool Account
- 1955-56 Pool Account

Coarse Grains:
- 1949-50 Pool Account — Oats
- 1949-50 Pool Account — Barley
- 1950-51 Pool Account — Oats
- 1950-51 Pool Account — Barley
- 1951-52 Pool Account — Oats
- 1951-52 Pool Account — Barley
- 1952-53 Pool Account — Oats
- 1952-53 Pool Account — Barley
- 1953-54 Pool Account — Oats
- 1953-54 Pool Account — Barley
- 1954-55 Pool Account — Oats
- 1954-55 Pool Account — Barley
- 1955-56 Pool Account — Oats
- 1955-56 Pool Account — Barley

Total – all Accounts

Exhibit V

AT BOARD
MENTS TO PRODUCERS
1957

Total Amounts Payable to Producers	Cheques Cashed by Producers to 31st July 1957	Balances Payable to Producers as at 31st July 1957
$ 388,564,142.91	$ 387,963,276.15	$ 600,866.76
49,629,262.54	49,625,284.22	3,978.32
47,681,245.77	47,676,292.08	4,953.69
61,124,386.63	61,120,787.64	3,598.99
546,999,037.85	546,385,640.09	613,397.76
5,707,963.15	5,707,167.52	795.63
11,173,606.63	11,172,480.07	1,126.56
13,600,641.70	13,600,014.51	627.19
14,467,203.86	14,466,001.31	1,202.55
3,241,697.20	3,240,056.31	1,640.89
7,900,535.63	7,898,460.52	2,075.11
56,091,648.17	56,084,180.24	7,467.93
63,962,036.83	63,953,333.33	8,703.50
38,638,704.15	38,629,448.91	9,255.24
22,261,003.14	22,246,578.64	14,424.50
37,339,123.87	37,057,757.27	281,366.60
162,200,867.99	161,887,118.15	313,749.84
119,075,039.68	118,695,245.61	379,794.07
104,933,267.56	104,922,408.53	10,859.03
114,585,112.68	114,574,665.54	10,447.14
58,282,438.38	58,272,673.28	9,765.10
25,411,407.89	25,400,438.87	10,969.02
39,679,620.35	39,636,901.17	42,719.18
41,953,923.81	40,616,910.45	1,337,013.36
503,920,810.35	502,119,243.45	1,801,566.90
15,546,322.39	15,542,260.97	4,061.42
26,643,973.33	26,640,026.83	3,946.50
9,639,421.43	9,636,284.50	3,136.93
15,112,054.03	15,109,845.02	2,209.01
24,746,258.79	24,741,693.17	4,565.62
19,241,174.36	19,239,297.02	1,877.34
10,949,996.58	10,948,254.57	1,742.01
21,408,203.67	21,403,341.25	4,862.42
5,631,130.40	5,628,417.48	2,712.92
9,833,495.41	9,830,763.49	2,731.92
3,779,605.60	3,775,784.05	3,821.55
6,536,611.93	6,531,375.59	5,236.34
8,169,672.90	8,138,121.90	31,551.00
15,217,219.17	15,176,384.80	40,834.37
192,455,139.99	192,341,850.64	113,289.35
$1,461,667,504.35	$1,458,818,032.57	$2,849,471.78

THE CANADI
STATEMENT OF PROVISIO
To

	Original Provisions	Payment Costs and Other Adjustments to 31st July 1956
Wheat:		
1945-49 Pool Account	$ 450,052.01	$ 550,069.7
1950-51 Pool Account	225,907.74	282,160.1
1951-52 Pool Account	262,601.16	271,860.1
1952-53 Pool Account	168,509.10	186,405.0
1953-54 Pool Account	139,557.42	106,390.9
1954-55 Pool Account	161,410.82	137,638.1
1955-56 Pool Account	159,644.57	—
	1,567,682.82	1,534,524.1
Coarse Grains:		
1949-50 Pool Account — Oats	81,867.67	60,983.2
1949-50 Pool Account — Barley	88,713.98	66,470.1
1950-51 Pool Account — Oats	59,846.99	67,910.5
1950-51 Pool Account — Barley	63,076.03	67,782.2
1951-52 Pool Account — Oats	86,315.60	92,204.0
1951-52 Pool Account — Barley	78,000.10	86,404.9
1952-53 Pool Account — Oats	74,171.79	68,217.4
1952-53 Pool Account — Barley	94,111.14	90,476.5
1953-54 Pool Account — Oats	69,995.33	57,127.4
1953-54 Pool Account — Barley	80,287.94	66,431.0
1954-55 Pool Account — Oats	60,307.99	33,754.3
1954-55 Pool Account — Barley	79,903.89	47,354.7
1955-56 Pool Account — Oats	58,293.43	—
1955-56 Pool Account — Barley	81,599.80	—
	1,056,491.68	805,116.
Total — all Accounts	$2,624,174.50	$2,339,640.

Exhibit VI

AT BOARD

FINAL PAYMENT EXPENSES

957

ment Costs ar Ended July 1957	Exchange, Commissions and Other Adjustments 1956-57 Year	Balance of Original Provisions	Net Interest Credits on Surplus Funds to 31st July 1957	Balance as at 31st July 1957
4,469.88	$ 4,507.04	($118,994.61)	$255,948.24	$136,953.63
692.37	2.93	(56,947.68)	50,096.61	(6,851.07)
743.40	5.76	(10,008.15)	66,345.41	56,337.26
1,446.84	15.74	(19,358.56)	170,904.90	151,546.34
5,720.00	54.24	27,392.24	7,513.18	34,905.42
2,130.01	1,723.31	(80.66)	17,600.92	17,520.26
5,449.49	51,433.99	42,761.09	14,815.04	57,576.13
0,651.99	57,743.01	(135,236.33)	583,224.30	447,987.97
22.00	236.14	20,626.31	6,279.48	26,905.79
25.26	108.42	22,110.13	7,221.00	29,331.13
367.43	.34	(8,431.33)	5,016.04	(3,415.29)
374.46	.20	(5,080.89)	6,653.36	1,572.47
473.80	.49	(6,362.78)	10,122.48	3,759.70
459.80	.23	(8,864.88)	8,217.94	(646.94)
700.80	.72	5,252.86	13,763.01	19,015.87
926.98	2.40	2,705.26	37,577.90	40,283.16
1,953.03	1.39	10,913.48	12,318.40	23,231.88
1,983.64	1.91	11,871.33	19,145.08	31,016.41
7,860.78	26.87	18,665.78	10,020.83	28,686.61
0,041.61	30.81	22,477.11	15,548.31	38,025.42
6,405.87	10,919.81	10,967.75	4,449.55	15,417.30
5,416.61	20,297.15	15,886.04	14,881.74	30,767.78
7,012.07	31,626.88	112,736.17	171,215.12	283,951.29
7,664.06	$89,369.89	($ 22,500.16)	$754,439.42	$731,939.26

THE CANAI
SCHEDULE OF ADMINISTRA
AND ALLOCATI
For the year e

Administrative and general expenses:	
Salaries — Board members, officers and staff	$2,035,693.32
Unemployment insurance	16,429.53
Advisory Committee — travelling expenses and per diem allowance	1,013.05
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building, Winnipeg	229,916.31
Telephone — exchange service and long distance calls	42,307.49
Telegrams and cables	19,549.41
Postage	66,221.70
Printing, stationery and supplies	156,471.49
Office expenses	14,163.06
Advertising	3,194.29
Travelling expenses	46,653.11
Travelling expenses — Inspectors	35,282.81
Legal fees and court costs	1,821.64
Audit fees	50,500.00
Tabulating equipment — rental and sundries	148,456.76
Repairs and upkeep of office machinery and equipment	5,298.00
Grain market publications and services	4,655.07
Bonds and insurance	3,945.45
Grain Exchange dues	3,120.00
Express, freight and cartage on stationery, etc.	16,467.29
Depreciation on furniture, equipment and automobiles	21,207.40
Contributions to Pension Fund, actuarial and other expenses	113,832 21
	$3,036,199.39

Exhibit VII

EAT BOARD
) GENERAL EXPENSES
OPERATIONS
t July 1957

Allocations to operations:

1. Marketing of Producers' grain (including cost of distributing interim and adjustment payments, if any):

1956-57 Pool Account — Wheat	$1,038,268.38	
1956-57 Pool Account — Oats	221,028.73	
1956-57 Pool Account — Barley	432,808.83	
1955-56 Pool Account — Wheat	958,198.24	
1955-56 Pool Account — Oats	75,194.78	
1955-56 Pool Account — Barley	93,036.37	$2,818,535.33

2. Distributing final payments to Producers:

(a) Wheat:

1955-56 Pool Account	65,449.49	
1954-55 Pool Account	22,130.01	
1953-54 Pool Account	5,720.00	
1952-53 Pool Account	1,446.84	
1951-52 Pool Account	743.40	
1950-51 Pool Account	692.37	
1945-49 Pool Account	14,469.88	110,651.99

(b) Coarse Grains:

1955-56 Pool Account — Oats	36,405.87	
1955-56 Pool Account — Barley	45,416.61	
1954-55 Pool Account — Oats	7,860.78	
1954-55 Pool Account — Barley	10,041.61	
1953-54 Pool Account — Oats	1,953.03	
1953-54 Pool Account — Barley	1,983.64	
1952-53 Pool Account — Oats	700.80	
1952-53 Pool Account — Barley	926.98	
1951-52 Pool Account — Oats	473.80	
1951-52 Pool Account — Barley	459.80	
1950-51 Pool Account — Oats	367.43	
1950-51 Pool Account — Barley	374.46	
1949-50 Pool Account — Oats	22.00	
1949-50 Pool Account — Barley	25.26	107,012.07

$3,036,199.39

PART III

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Consolidated Balance Sheet of The Canadian Wheat Board as at 31st July 1957 and the statements of operations and supporting schedules for the crop year ended on that date and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Consolidated Balance Sheet and statements of operations and supporting schedules are properly drawn up so as to exhibit a true and correct view of the financial position of The Canadian Wheat Board as at 31st July 1957, and the results of its operations for the crop year ended on that date, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st January 1958.

ADDENDA

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TABLE I

ACREAGE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1957

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Acres)			
1930	23,960	8,286	4,755	1,370	571	38,942
1931	25,586	8,279	3,214	733	641	38,453
1932	26,395	8,533	3,154	706	454	39,242
1933	25,177	8,945	3,032	520	236	37,910
1934	23,296	9,115	2,962	619	218	36,210
1935	23,293	9,478	3,187	649	297	36,904
1936	24,838	8,674	3,724	562	469	38,267
1937	24,599	8,579	3,562	808	233	37,781
1938	24,946	8,518	3,687	655	202	38,008
1939	25,813	8,227	3,607	1,014	288	38,949
1940	27,750	7,818	3,622	943	364	40,497
1941	21,216	8,204	4,779	844	1,030	36,073
1942	20,653	9,528	6,365	1,227	1,510	39,283
1943	16,026	11,266	7,682	447	2,955	38,376
1944	21,900	9,731	6,535	581	1,191	39,938
1945	22,430	9,785	6,516	422	848	40,001
1946	23,731	8,470	5,788	643	865	39,497
1947	23,357	7,818	7,035	1,124	1,724	41,058
1948	22,820	7,516	6,082	2,225	1,880	40,523
1949	26,524	7,355	5,617	1,095	290	40,881
1950	26,382	7,520	6,205	1,041	541	41,689
1951	24,385	8,312	7,530	1,047	1,086	42,360
1952	25,372	7,560	8,145	1,193	1,047	43,317
1953	24,648	6,490	8,599	1,411	926	42,074
1954	23,437	6,715	7,568	753	1,177	39,650
1955	20,812	7,788	9,638	707	1,809	40,754
1956	22,064	8,658	8,181	452	3,010	42,365
1957 ①	20,360	7,805	9,209	455	3,462	41,291

①Preliminary—basis estimate of November 13, 1957.

Source: Dominion Bureau of Statistics.

TABLE II

YIELD PER ACRE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1957

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed
			(Bushels)		
1930	16.6	30.7	23.0	15.1	8.7
1931	11.8	22.2	15.7	5.7	3.7
1932	16.0	28.8	20.0	10.3	5.8
1933	10.4	19.8	15.6	6.0	2.4
1934	11.3	18.9	15.1	5.9	3.8
1935	11.3	25.8	19.7	12.9	5.3
1936	8.1	15.7	14.1	5.7	3.7
1937	6.4	16.6	17.5	5.3	3.0
1938	13.5	27.2	21.8	14.3	5.9
1939	19.1	28.1	22.5	13.5	6.8
1940	18.5	29.3	22.9	13.0	7.9
1941	14.0	21.9	20.0	13.0	6.4
1942	25.6	51.7	37.6	18.4	10.1
1943	16.7	33.3	25.7	11.8	6.1
1944	17.9	36.1	26.4	12.4	7.2
1945	13.1	25.5	21.0	10.8	7.0
1946	16.6	28.9	23.1	11.3	7.6
1947	13.7	24.5	18.6	10.8	7.6
1948	15.6	29.6	23.3	11.1	9.3
1949	12.9	25.8	19.4	7.2	6.8
1950	16.6	33.9	25.3	10.6	8.3
1951	21.7	40.9	31.1	15.3	8.2
1952	26.7	45.8	34.5	19.4	10.8
1953	23.7	42.5	29.2	19.0	10.0
1954	12.0	29.2	22.1	16.2	9.3
1955	22.7	37.2	25.3	18.9	10.8
1956	25.0	46.2	32.0	14.4	11.3
1957 ①	17.3	30.5	23.1	13.8	5.7

①Preliminary—basis estimate of November 13, 1957.

Source: Dominion Bureau of Statistics.

TABLE III

TOTAL PRODUCTION OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1930 - 1957

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)			
1930	397,300	254,011	109,495	20,641	4,963	786,410
1931	301,181	183,700	50,540	4,157	2,370	541,948
1932	422,947	245,726	63,114	7,270	2,640	741,697
1933	263,004	177,422	47,243	3,104	563	491,336
1934	263,800	172,040	44,742	3,664	827	485,073
1935	264,096	244,854	62,625	8,379	1,563	581,517
1936	202,000	135,862	52,617	3,201	1,730	395,410
1937	156,800	142,413	62,418	4,280	694	366,605
1938	336,000	232,000	80,200	9,340	1,185	658,725
1939	494,000	231,500	81,000	13,700	1,950	822,150
1940	513,800	229,000	83,000	12,250	2,875	840,925
1941	296,000	179,600	95,500	9,691	6,643	587,434
1942	529,000	492,700	239,200	22,632	15,180	1,298,712
1943	267,800	374,700	197,700	5,288	18,130	863,618
1944	391,700	350,900	172,500	7,186	8,619	930,905
1945	294,600	249,300	136,600	4,551	5,970	691,021
1946	393,000	245,000	133,700	7,289	6,569	785,558
1947	320,000	191,700	131,000	12,150	13,040	667,890
1948	356,000	222,800	142,000	24,721	17,450	762,971
1949	341,000	189,900	109,000	7,900	1,973	649,773
1950	439,000	255,200	157,000	11,050	4,483	866,733
1951	530,000	340,000	234,000	15,980	8,870	1,128,850
1952	678,000	346,000	281,000	23,200	11,300	1,339,500
1953	584,000	276,000	251,000	26,850	9,300	1,147,150
1954	282,000	196,000	167,000	12,179	10,950	668,129
1955	472,000	290,000	244,000	13,350	19,450	1,038,800
1956	551,000	400,000	262,000	6,500	34,100	1,253,600
1957 ①	352,000	238,000	213,000	6,300	19,700	829,000

①Preliminary—basis estimate of November 13, 1957. Source: Dominion Bureau of Statistics.

TABLE IV

CANADIAN WHEAT SUPPLIES AND DISPOSITION

Crop Years 1932-33 to 1956-57

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance②		Exports① Wheat and Flour	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1932-33	7,496	128,445	443,061	579,002	66,625	30,416	264,304	217,657
1933-34	12,340	205,317	281,892	499,549	58,653	43,214	194,780	202,902
1934-35	8,733	194,169	275,849	478,751	49,276	49,872	165,751	213,852
1935-36	7,861	205,991	281,935	495,787	69,934	44,065	254,425	127,363
1936-37	5,520	121,843	219,218	346,581	57,281	42,477	209,773	37,049
1937-38	3,999	33,050	180,210	217,259	54,574	42,563	95,586	24,536
1938-39	5,061	19,475	360,010	384,546	70,942	50,659	160,034	102,911
1939-40	4,682	98,229	520,623	623,534	82,488	47,899	192,674	300,473
1940-41	17,286	283,187	540,190	840,663	86,281	43,047	231,206	480,129
1941-42	13,954	466,175	314,710	794,839	90,953	54,306	225,828	423,752
1942-43	10,446	413,306	556,067	979,819	101,459	69,033	214,701	594,626
1943-44	197,207	397,419	282,377	877,003	96,087	80,630	343,755	356,531
1944-45	53,871	302,660	414,859	771,390	86,856	83,515	342,946	258,073
1945-46	28,650	229,423	316,320	574,393	78,023	79,584	343,186	73,600
1946-47	27,203	46,397	411,601	485,201	77,406	82,233	239,421	86,141
1947-48	25,988	60,153	338,506	424,647	76,952	75,003	194,982	77,710
1948-49	39,162	38,548	381,413	459,123	75,818	48,565	232,329	102,411
1949-50	43,423	58,988	366,028	468,439	74,792	56,310	225,137	112,200
1950-51	12,389	99,811	466,490	578,690	83,588	64,938	240,961	189,203
1951-52	22,260	166,943	553,646	742,849	96,815	73,031	355,825	217,178
1952-53	19,262	197,916	701,922	919,100	86,598	63,790	385,527	383,185
1953-54	93,716	289,469	613,962	997,147	71,484	51,907	255,081	618,675
1954-55	231,860	386,815	308,909	927,584	79,619	59,308	251,909	536,748
1955-56	137,855	398,893	494,142	1,030,890	73,749	68,386	309,181	579,574
1956-57	204,205	375,369	573,062	1,152,636	95,653	65,984	261,797	729,202④
1957-58③	319,160	410,042	373,508	1,102,710				

①Source: Dominion Bureau of Statistics.

② A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting there from marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryove and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for yea 1940-41 to 1956-57 inclusive, but for Prairie Provinces only for earlier years.

③Preliminary.

TABLE V

CANADIAN OATS SUPPLIES AND DISPOSITION

Crop Years 1932-33 to 1956-57

Crop Year	SUPPLIES				DISPOSITION			
	Inward Carryover① August 1st				Domestic Disappearance③			
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial	Net② Exports	Total① Outward Carryover July 31st
	(Thousands of Bushels)							
1932-33	22,823	7,026	391,561	421,410	357,149	7,797	14,419	42,045
1933-34	27,701	14,344	307,478	349,523	282,486	26,836	9,141	31,060
1934-35	19,333	11,727	321,120	352,180	288,647	19,200	17,863	26,471
1935-36	20,071	6,400	394,348	420,819	352,243	12,681	15,515	40,380
1936-37	31,186	9,194	271,778	312,158	258,694	25,697	9,501	18,266
1937-38	15,231	3,035	268,442	286,708	238,578	20,404	8,228	19,499
1938-39	16,120	3,379	371,382	390,881	315,512	13,549	12,934	48,887
1939-40	39,654	9,233	384,407	433,294	349,645	13,127	23,591	46,931
1940-41	39,781	7,150	380,526	427,457	350,986	21,257	13,651	41,563
1941-42	37,102	4,461	306,052	347,615	285,653	21,494	11,861	28,607
1942-43	24,173	4,434	641,488	670,095	426,285	31,146	63,323	149,341
1943-44	118,404	30,937	461,567	610,908	366,248	61,444	74,737	108,479
1944-45	69,423	39,056	474,044	582,523	343,960	54,510	85,798	98,255
1945-46	64,825	33,430	351,234	449,489	257,476	70,660	43,861	77,492
1946-47	51,087	26,405	360,860	438,352	259,301	79,808	29,759	69,484
1947-48	52,566	16,918	270,190	339,674	212,496	69,085	10,202	47,891
1948-49	37,593	10,298	345,305	393,196	248,544	60,925	23,220	60,507
1949-50	48,363	12,144	304,595	365,102	238,887	60,763	20,547	44,905
1950-51	33,579	11,326	401,768	446,673	272,851	43,248	35,397	95,177
1951-52	59,481	35,696	488,125	583,302	355,239	49,059	70,646	108,358
1952-53	57,836	50,522	466,793	575,151	314,058	51,313	65,371	144,409
1953-54	90,660	53,749	406,951	551,360	309,830	45,061	70,700	125,769
1954-55	97,250	28,519	306,793	432,562	280,366	45,982	22,247	83,967
1955-56	53,400	30,567	407,783	491,750	318,329	50,173	4,142	119,106
1956-57	71,200	47,906	524,445	643,551	354,291	44,509	18,681	226,070④
1957-58④	172,100	53,970	384,599	610,669				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—includes rolled oats and oatmeal.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1956-57 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VI

CANADIAN BARLEY SUPPLIES AND DISPOSITION

Crop Years 1932-33 to 1956-57

Crop Year	SUPPLIES				DISPOSITION			
	Inward Carryover① August 1st				Domestic Disappearance③			
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial	Net② Exports	Total① Outward Carryover July 31st
	(Thousands of Bushels)							
1932-33	3,477	3,719	80,773	87,969	68,256	2,984	5,391	11,338
1933-34	3,102	8,236	63,359	74,697	51,526	10,367	1,711	11,093
1934-35	1,839	9,254	63,742	74,835	49,803	3,956	15,057	6,019
1935-36	2,022	3,997	83,975	89,994	66,022	6,062	7,676	10,234
1936-37	4,199	6,035	71,922	82,156	53,126	6,678	17,556	4,796
1937-38	1,476	3,320	83,124	87,920	57,951	8,594	14,744	6,631
1938-39	3,178	3,453	102,242	108,873	73,713	7,536	14,820	12,804
1939-40	7,347	5,457	103,147	115,951	81,538	11,081	10,678	12,654
1940-41	7,075	5,579	104,256	116,910	83,929	19,351	2,722	10,908
1941-42	6,505	4,403	110,401	121,309	85,142	23,288	2,058	10,821
1942-43	5,112	5,709	256,037	266,858	134,259	29,559	33,761	69,279
1943-44	41,314	27,965	208,365	277,644	140,751	54,841	36,103	45,949
1944-45	23,379	22,570	187,326	233,275	117,194	47,755	39,407	28,919
1945-46	17,819	11,100	148,792	177,711	85,452	57,906	4,416	29,937
1946-47	13,884	16,053	146,852	176,789	76,674	64,448	6,903	28,764
1947-48	16,492	12,272	139,886	168,650	73,990	60,532	2,679	31,449
1948-49	17,373	14,076	152,281	183,730	80,873	51,458	21,730	29,669
1949-50	18,482	11,187	118,044	147,713	71,868	37,967	17,523	20,355
1950-51	11,324	9,031	167,495	187,850	77,263	34,015	23,076	53,496
1951-52	17,854	35,642	245,212	298,708	110,025	39,264	69,915	79,504
1952-53	21,476	58,028	291,389	370,893	108,922	31,447	118,857	111,667
1953-54	38,235	73,432	262,065	373,732	101,702	36,076	90,044	145,910
1954-55	96,810	49,100	175,509	321,419	117,088	35,751	77,092	91,488
1955-56	42,310	49,178	252,385	343,873	129,545	39,067	64,313	110,948
1956-57	50,465	60,483	269,065	380,013	117,889	42,511	76,881	142,732④
1957-58④	80,980	61,752	219,993	362,725				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—bulk barley.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports—marketings are basis all Canada for years 1940-41 to 1956-57 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VII

CANADIAN GRAIN STORAGE POSITION

1932 to 1957—As at July 31st

Year	VISIBLE STOCKS OF ALL GRAINS AS AT JULY 31st①							Total Rated Capacity② as at Dec. 1st
	Wheat	Oats	Barley	Rye	Flaxseed	U.S. and Foreign Grain③	Total	
	(Thousands of Bushels)							
1932	128,446	7,026	3,719	5,620	1,314	15,670	161,795	419,520
1933	205,317	14,344	8,236	5,850	1,162	4,402	239,311	419,593
1934	194,169	11,727	9,254	4,013	468	3,049	222,680	419,890
1935	205,991	6,400	3,997	3,088	309	--	219,785	420,644
1936	121,843	9,194	6,035	3,415	262	193	140,942	421,856
1937	33,050	3,035	3,320	330	455	272	40,462	423,063
1938	19,475	3,379	3,453	923	217	6,728	34,175	422,824
1939	98,229	9,233	5,457	2,541	114	3,898	119,472	424,290
1940	283,187	7,150	5,579	4,733	557	3,685	304,891	510,158
1941	466,175	4,461	4,403	4,459	605	2,556	482,659	601,191
1942	413,306	4,434	5,710	3,150	1,005	6,925	434,530	604,254
1943	397,419	30,937	27,965	9,182	3,346	895	469,744	605,988
1944	302,660	39,056	22,570	4,550	2,825	2,502	374,163	603,792
1945	229,423	33,430	11,100	1,519	2,178	167	277,817	575,882
1946	46,397	26,405	16,053	515	1,006	378	90,754	510,053
1947	60,153	16,918	12,272	475	356	359	90,533	505,197
1948	38,548	10,298	14,076	628	3,076	334	66,960	507,756
1949	58,988	12,144	11,187	7,731	10,501	349	100,900	513,243
1950	99,811	11,326	9,031	5,300	4,361	8,407	138,236	520,181
1951	166,943	35,696	35,642	2,449	998	3,607	245,335	530,755
1952	197,916	50,522	58,028	6,748	2,055	668	315,937	542,668
1953	289,469	53,749	73,432	13,036	2,468	421	432,575	564,446
1954	386,815	28,519	49,100	6,425	1,548	1,449	473,856	583,417
1955	398,893	30,567	49,178	8,305	909	520	488,372	602,164
1956	375,369	47,906	60,483	6,208	2,067	450	492,483	624,839
1957	410,042	53,970	61,752	3,520	6,061	1,104	536,449	633,030

①Includes stocks in unlicensed mills and any stocks in licensed mills which have been transferred from elevator storage proper to the mill or feed plants for processing.

②Includes all storage; i.e., licensed and unlicensed, permanent and temporary.

③From 1932 to 1948 inclusive—stocks are for the week ending closest to July 31st in each case.

Source: Board of Grain Commissioners for Canada.

TABLE VIII

CANADIAN EXPORTS OF GRAIN AND GRAIN PRODUCTS

Crop Years 1932-33 to 1956-57

Crop Year	Wheat	Wheat Flour①	Oats and Oats Products	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)				
1932-33	240,137	24,168	14,419	5,391	2,866	794	287,775
1933-34	170,234	24,546	9,141	1,711	2,580	187	208,399
1934-35	144,375	21,376	17,863	15,057	1,187	12	199,870
1935-36	232,020	22,405	15,515	7,676	2,456	19	280,091
1936-37	189,407	20,365	9,501	17,556	3,633	178	240,640
1937-38	79,342	16,243	8,228	14,744	648	16	119,221
1938-39	139,315	20,719	12,934	14,820	787	31	188,606
1939-40	162,158	30,516	23,591	10,678	2,743	—	229,686
1940-41	184,907	46,300	13,651	2,722	1,958	55	249,593
1941-42	179,902	45,926	11,861	2,058	2,792	842	243,381
1942-43	158,112	56,588	63,323	33,761	2,004	5,202	318,990
1943-44	283,166	60,590	74,735	36,103	8,108	10,050	472,752
1944-45	280,288	62,657	85,798	39,407	6,188	4,327	478,665
1945-46	278,070	65,116	43,861	4,416	2,968	346	394,777
1946-47	163,388	76,033	29,759	6,903	5,269	61	281,413
1947-48	133,505	61,477	10,202	2,679	10,226	1,788	219,877
1948-49	184,235	48,094	23,220	21,730	10,239	4,413	291,931
1949-50	179,457	45,680	20,547	17,523	9,954	3,034	276,195
1950-51	185,039	55,921	35,397	23,076	9,367	4,131	312,931
1951-52	304,722	51,103	70,646	69,915	6,820	2,882	506,088
1952-53	329,026	56,501	65,371	118,857	8,993	4,060	582,808
1953-54	208,835	46,246	70,700	90,044	16,835	5,172	437,832
1954-55	211,288	40,512	22,247	77,092	9,311	6,345	366,795
1955-56	269,181	40,000	4,142	64,313	12,918	11,583	402,137
1956-57	228,257	33,540	18,681	76,881	5,448	21,582	384,389

①In Wheat Equivalent.

Source: Board of Grain Commissioners for Canada.

TABLE IX

DISTRIBUTION OF CANADIAN WHEAT AND WHEAT FLOUR EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1956-57

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	191,283 (82.7%)	10,042 (4.3%)	11,912 (5.2%)	7,337 (3.2%)	2,108 (0.9%)	1,647 (0.7%)	6,877 (3.0%)	231,206 (100.0%)
1941-42	149,774 (66.3%)	26,471 (11.7%)	18,634 (8.3%)	10,519 (4.7%)	2,080 (0.9%)	14,940 (6.6%)	3,410 (1.5%)	225,828 (100.0%)
1942-43	150,232 (70.0%)	24,579 (11.4%)	14,862 (6.9%)	9,568 (4.5%)	1,482 (0.7%)	12,220 (5.7%)	1,757 (0.8%)	214,700 (100.0%)
1943-44	114,522 (33.4%)	37,240 (10.8%)	159,838 (46.5%)	10,272 (3.0%)	1.710 (0.5%)	18,979 (5.5%)	1,194 (0.3%)	343,755 (100.0%)
1944-45	152,598 (44.5%)	86,619 (25.3%)	41,942 (12.2%)	8,912 (2.6%)	4,175 (1.2%)	27,449 (8.0%)	21,250 (6.2%)	342,945 (100.0%)
1945-46	151,491 (44.6%)	88,180 (25.9%)	13,047 (3.8%)	10,163 (3.0%)	5,128 (1.5%)	38,175 (11.2%)	33,922 (10.0%)	340,106 (100.0%)
1946-47	160,983 (66.4%)	38,448 (15.8%)	1,695 (0.7%)	10,031 (4.1%)	7,022 (2.9%)	9,820 (4.0%)	14,859 (6.1%)	242,858 (100.0%)
1947-48	160,707 (82.4%)	14,802 (7.6%)	140 (0.1%)	8,455 (4.4%)	2,804 (1.4%)	1,178 (0.6%)	6,896 (3.5%)	194,982 (100.0%)
1948-49	151,728 (65.3%)	26,099 (11.2%)	5,544 (2.4%)	9,040 (3.9%)	4,578 (2.0%)	11,031 (4.7%)	24,309 (10.5%)	232,329 (100.0%)
1949-50	130,285 (57.9%)	28,932 (12.8%)	13,747 (6.1%)	10,535 (4.7%)	7,022 (3.1%)	9,633 (4.3%)	24,983 (11.1%)	225,137 (100.0%)
1950-51	101,556 (42.1%)	52,792 (21.9%)	21,222 (8.8%)	10,555 (4.4%)	10,396 (4.3%)	9,980 (4.1%)	34,460 (14.4%)	240,961 (100.0%)
1951-52	127,510 (35.8%)	97,916 (27.5%)	38,981 (11.0%)	11,428 (3.2%)	17,278 (4.9%)	12,568 (3.5%)	50,144 (14.1%)	355,825 (100.0%)
1952-53	122,854 (31.9%)	121,162 (31.4%)	23,140 (6.0%)	8,356 (2.2%)	25,976 (6.7%)	21,753 (5.6%)	62,286 (16.2%)	385,527 (100.0%)
1953-54	82,020 (32.2%)	63,350 (24.8%)	7,974 (3.1%)	11,140 (4.4%)	19,528 (7.7%)	11,297 (4.4%)	59,772 (23.4%)	255,081 (100.0%)
1954-55	101,814 (40.4%)	75,820 (30.1%)	5,235 (2.1%)	10,712 (4.3%)	8,685 (3.4%)	7,572 (3.0%)	42,071 (16.7%)	251,909 (100.0%)
1955-56	109,446 (35.4%)	127,210 (41.1%)	8,256 (2.7%)	9,294 (3.0%)	6,751 (2.2%)	8,200 (2.7%)	40,025 (12.9%)	309,182 (100.0%)
1956-57	90,435 (34.5%)	101,242 (38.7%)	7,548 (2.9%)	7,028 (2.7%)	6,610 (2.5%)	2,615 (1.0%)	46,319 (17.7%)	261,797 (100.0%)

①Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE X

DISTRIBUTION OF CANADIAN OATS①—EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1956-57

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America③ (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	—	84 (0.8%)	10,073 (98.3%)	53 (0.5%)	—	—	40 (0.4%)	10,250 (100.0%)
1941-42	194 (4.0%)	425 (8.7%)	3,421 (70.1%)	106 (2.2%)	—	—	6 (0.1%)	4,877 (85.1%)
1942-43	63 (0.1%)	316 (0.5%)	61,550 (98.8%)	398 (0.6%)	—	—	—	62,327 (100.0%)
1943-44	—	—	71,902 (99.6%)	266 (0.4%)	—	—	—	72,168 (100.0%)
1944-45	5,145 (6.6%)	1,378 (1.8%)	69,708 (89.8%)	409 (0.5%)	77 (0.1%)	—	928 (1.2%)	77,645 (100.0%)
1945-46	3,076 (8.1%)	18,741 (50.0%)	13,264 (35.4%)	738 (2.0%)	69 (0.2%)	1,099 (2.9%)	524 (1.4%)	37,511 (100.0%
1946-47	10,760 (49.5%)	7,453 (34.2%)	849 (3.9%)	379 (1.7%)	7 —	269 (1.2%)	2,075 (9.5%)	21,792 (100.0%
1947-48	—	4,092 (75.6%)	1,215 (22.4%)	103 (1.9%)	4 (0.1%)	—	—	5,414 (100.0%
1948-49	—	3,059 (14.3%)	18,245 (85.1%)	89 (0.4%)	18 (0.1%)	—	16 (0.1%)	21,427 (100.0%
1949-50	—	1,945 (10.2%)	17,089 (89.2%)	68 (0.4%)	24 (0.1%)	—	16 (0.1%)	19,142 (100.0%
1950-51	—	4,073 (11.7%)	30,562 (88.0%)	55 (0.2%)	18 (0.1%)	—	9 —	34,717 (100.0%
1951-52	—	10,957 (15.7%)	58,573 (84.2%)	36 (0.1%)	4 —	—	9 —	69,579 (100.0%
1952-53	564 (0.9%)	4,694 (7.2%)	59,527 (91.8%)	37 (0.1%)	4 —	—	31 —	64,857 (100.0%
1953-54	1,542 (2.2%)	2,383 (3.4%)	65,878 (94.2%)	74 (0.1%)	2 —	—	35 (0.1%)	69,914 (100.0%
1954-55	2,494 (11.5%)	4,241 (19.6%)	14,811 (68.5%)	68 (0.3%)	15 (0.1%)	—	6 —	21,634 (100.0%
1955-56	413 (11.4%)	1,297 (35.8%)	1,867 (51.5%)	40 (1.1%)	7 (0.2%)	—	—	3,624 (100.0%
1956-57	149 (0.8%)	513 (2.8%)	17,615 (96.0%)	37 (0.2%)	26 (0.2%)	—	—	18,340 (100.0)

①Includes Oats as grain only.

②Includes 725,000 bushels (14.9%) bagged grain destination unknown.

③Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE XI

DISTRIBUTION OF CANADIAN BARLEY EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1956-57

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	186	1,226	1,155	153	2	—	—	2,722
	(6.8%)	(45.0%)	(42.5%)	(5.6%)	(0.1%)	—	—	(100.0%)
1941-42	—	131	1,690	234	—	—	—	2,058②
	—	(6.4%)	(82.1%)	(11.4%)	—	—	—	(99.9%)
1942-43	—	—	33,472	289	—	—	—	33,761
	—	—	(99.1%)	(0.9%)	—	—	—	(100.0%)
1943-44	—	—	35,805	298	—	—	—	36,103
	—	—	(99.2%)	(0.8%)	—	—	—	(100.0%)
1944-45	—	3,609	35,794	4	—	—	—	39,407
	—	(9.2%)	(90.8%)	—	—	—	—	(100.0%)
1945-46	—	755	3,661	—	—	—	—	4,416
	—	(17.1%)	(82.9%)	—	—	—	—	(100.0%)
1946-47	—	2,845	4,058	—	—	—	—	6,903
	—	(41.2%)	(58.8%)	—	—	—	—	(100.0%)
1947-48	—	1,378	1,155	145	—	—	—	2,678
	—	(51.5%)	(43.1%)	(5.4%)	—	—	—	(100.0%)
1948-49	—	10,832	10,647	229	—	—	22	21,730
	—	(49.8%)	(49.0%)	(1.1%)	—	—	(0.1%)	(100.0%)
1949-50	—	1,300	16,202	—	—	—	21	17,523
	—	(7.4%)	(92.5%)	—	—	—	(0.1%)	(100.0%)
1950-51	160	11,127	10,588	—	—	—	1,200	23,075
	(0.7%)	(48.2%)	(45.9%)	—	—	—	(5.2%)	(100.0%)
1951-52	7,656	36,627	10,220	—	1	—	15,411	69,915
	(11.0%)	(52.4%)	(14.6%)	—	—	—	(22.0%)	(100.0%)
1952-53	16,085	53,190	24,085	—	1	—	25,496	118,857
	(13.5%)	(44.7%)	(20.3%)	—	—	—	(21.5%)	(100.0%)
1953-54	19,639	13,438	36,921	2	—	—	20,044	90,044
	(21.8%)	(14.9%)	(41.0%)	—	—	—	(22.3%)	(100.0%)
1954-55	48,538	5,106	19,086	4	2	—	4,356	77,092
	(63.0%)	(6.6%)	(24.8%)	—	—	—	(5.6%)	(100.0%)
1955-56	22,685	5,733	28,855	1	3	—	7,037	64,314
	(35.3%)	(8.9%)	(44.9%)	—	—	—	(10.9%)	(100.0%)
1956-57	32,369	10,726	21,562	—	—	—	12,224	76,881
	(42.1%)	(14.0%)	(28.0%)	—	—	—	(15.9%)	(100.0%)

①Includes Newfoundland up to 1949-50.

②3,000 bushels (0.1%) bagged grain—Destination unknown.

Source: Board of Grain Commissioners for Canada.

TABLE XII

PRODUCERS' MARKETINGS—WESTERN CANADIAN GRAINS

Crop Years 1932-33 to 1956-57

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total①
			(Thousands of Bushels)			
1932-33	371,592	29,534	12,892	3,117	1,773	424,251
1933-34	226,846	33,360	13,096	1,149	362	278,854
1934-35	227,445	31,736	13,756	1,088	430	278,625
1935-36	214,342	30,990	15,776	2,793	986	268,623
1936-37	163,457	29,039	21,519	1,619	1,353	219,578
1937-38	124,574	28,975	23,471	1,462	372	184,551
1938-39	289,447	32,336	24,360	3,393	747	354,471
1939-40	425,531	34,635	21,881	5,214	1,586	492,380
1940-41	456,660	32,150	20,791	5,048	2,572	517,221
1941-42	227,121	33,250	26,644	5,339	4,898	297,252
1942-43	267,340	120,689	85,571	9,777	11,359	494,736
1943-44	329,322	144,277	85,549	4,690	14,239	578,077
1944-45	351,384	134,615	75,690	4,122	7,154	572,965
1945-46	237,300	107,397	67,272	3,096	4,734	419,799
1946-47	334,618	99,856	67,553	5,577	4,808	512,412
1947-48	246,602	72,652	65,014	10,143	10,503	404,914
1948-49	293,987	85,924	70,252	17,502	15,166	482,831
1949-50	319,571	80,448	53,326	8,689	1,493	463,527
1950-51	367,845	102,688	83,414	7,441	3,254	564,642
1951-52	455,362	133,608	130,336	11,727	6,363	737,396
1952-53	535,989	119,750	165,036	15,926	8,155	844,856
1953-54	396,961	90,367	101,397	12,209	7,403	608,337
1954-55	319,780	70,221	112,568	13,191	8,792	524,552
1955-56	352,975	71,629	114,460	12,486	15,750	567,300
1956-57②	362,454	69,254	120,661	4,063	29,013	585,444

① Totals for crop years 1932-33 to 1939-40 inclusive include platform loadings of coarse grains, not shown in the figures for eac individual grain.

②Preliminary figures.

Source: Board of Grain Commissioners for Canada.

TABLE XIII

RAIL SHIPMENTS FROM WESTERN COUNTRY ELEVATORS

Crop Years 1942-43 to 1956-57

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1942-43	175,936,393	103,617,387	76,125,989	5,733,391	10,050,418	371,463,5
1943-44	408,794,410	146,389,951	90,739,736	8,510,339	14,986,072	669,420,5
1944-45	424,079,134	147,124,431	82,033,858	4,502,589	7,093,780	664,833,7
1945-46	297,307,308	110,204,349	67,685,661	2,960,473	5,135,814	483,293,6
1946-47	331,120,642	105,562,688	72,168,541	5,705,585	4,725,954	519,283,4
1947-48	247,005,399	75,656,162	66,070,399	9,785,253	9,860,350	408,377,5
1948-49	289,843,302	83,035,066	68,904,394	16,169,309	15,485,845	473,437,9
1949-50	308,377,624	80,930,369	53,615,249	9,634,397	1,537,866	454,095,5
1950-51	309,397,232	90,260,430	74,336,962	7,815,471	3,010,111	484,820,2
1951-52	429,643,419	121,922,070	114,449,354	9,607,348	5,704,183	681,326,3
1952-53	474,918,967	105,504,254	143,415,520	14,611,088	7,476,310	745,926,1
1953-54	335,834,138	108,061,751	117,237,168	11,545,394	7,683,349	580,361,8
1954-55	307,015,780	73,044,811	112,076,924	13,570,387	8,880,190	514,588,0
1955-56	335,327,038	64,685,499	112,830,912	12,113,521	14,864,570	539,821,2
1956-57①	358,896,357	52,663,995	115 878,130	5,901,075	26,804,117	560,143,4

①Subject to revision.

Source: Board of Grain Commissioners for Canada.

TABLE XIV

VESSEL SHIPMENTS OF PRINCIPAL GRAINS FROM THE LAKEHEAD

Crop Years 1940-41 to 1956-57

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	217,439,003	13,018,645	9,971,860	4,297,261	1,612,798	246,339,567
1941-42	204,944,133	5,456,822	9,892,366	3,875,989	2,010,339	226,179,649
1942-43	171,325,422	36,303,618	32,438,575	1,590,318	5,669,143	247,327,076
1943-44	292,728,915	50,777,311	42,212,992	9,441,840	10,601,127	405,762,185
1944-45	324,730,999	99,242,739	55,567,683	5,664,591	5,500,932	490,706,944
1945-46	231,022,017	62,323,412	34,008,271	2,713,341	3,335,534	333,402,575
1946-47	175,806,761	50,311,335	31,221,973	4,776,225	1,339,983	263,456,277
1947-48	134,545,364	34,434,520	28,312,907	8,549,033	5,933,346	211,775,170
1948-49	159,860,617	39,725,647	37,918,784	12,320,244	9,624,601	259,449,893
1949-50	164,958,725	41,204,023	33,796,178	9,687,245	4,280,260	253,926,431
1950-51	141,708,034	45,064,802	34,476,555	8,871,808	3,630,491	233,751,690
1951-52	253,116,277	82,874,027	73,274,674	6,977,331	4,071,347	420,313,656
1952-53	251,809,101	81,132,026	109,096,288	10,678,063	6,044,005	458,759,483
1953-54	134,698,514	86,972,188	84,257,907	15,740,212	5,498,361	327,167,182
1954-55	164,733,648	46,327,223	82,368,609	10,781,923	5,741,783	309,953,186
1955-56	183,696,338	35,564,246	78,171,277	13,501,152	9,619,756	320,552,769
1956-57 ①	170,884,418	48,280,352	73,867,597	5,873,831	13,571,118	312,477,316

①Subject to revision.

Source: Dominion Bureau of Statistics—Grain Trade of Canada—Annual Editions.

TABLE XV

OVERSEAS CLEARANCES OF CANADIAN BULK GRAIN BY PORT AREAS

Crop Years 1937-38 to 1956-57

Crop Year	Atlantic① Coast	St. Lawrence	Lakehead Direct	Churchill	Pacific Coast	Total
			(Thousands of Bushels)			
1937-38	25,420	56,075	114	604	14,366	96,579
1938-39	16,623	87,863	447	917	45,445	151,295
1939-40	99,889	57,570	112	1,772	10,733	170,076
1940-41	108,481	63,235	3	—	4,107	175,826
1941-42	122,542	38,106	8	—	2,422	163,078
1942-43	127,847	15,437	10	—	1,598	144,892
1943-44	95,309	25,749	4	—	3,084	124,146
1944-45	135,505	106,942	8	—	8,644	251,099
1945-46	103,520	121,642	39	—	66,952	292,153
1946-47	37,220	87,174	—	2,929	61,715	189,038
1947-48	37,053	71,660	—	4,976	36,854	150,543
1948-49	34,974	99,955	—	5,314	60,696	200,939
1949-50	18,139	86,523	217	5,528	62,651	173,058
1950-51	21,383	94,840	119	6,768	68,481	191,591
1951-52	31,726	191,355	116	7,545	113,412	344,154
1952-53	42,185	240,786	533	8,621	121,374	413,499
1953-54	12,830	105,460	784	10,981	133,972	264,027
1954-55	40,759	133,888	158	12,245	98,428	285,478
1955-56	45,438	147,750	66	12,819	113,583	319,656
1956-57	28,495	117,393	—	16,250	138,968	301,106

①Includes U.S.A. Atlantic Ports.

Source: Board of Grain Commissioners for Canada.

TABLE XVI

WHEAT PRODUCTION IN THE FOUR MAJOR EXPORTING COUNTRIES

Average 1934-38

Annually 1945-46 to 1957-58

Crop Year	Canada	Argentina	Australia	United States	Total
			(Thousands of Bushels)		
Average 1934-38	263,444	243,758	154,324	715,620	1,377,14
1945-46	318,512	150,116	142,419	1,107,623	1,718,67
1946-47	413,725	206,304	117,264	1,152,118	1,889,41
1947-48	341,758	238,800	220,117	1,358,911	2,159,58
1948-49	386,345	191,000	190,699	1,294,911	2,062,95
1949-50	371,406	189,017	218,221	1,098,415	1,877,05
1950-51	461,664	212,967	184,244	1,019,389	1,878,26
1951-52	552,657	77,162	159,725	980,810	1,770,35
1952-53	687,922	277,909	195,208	1,298,957	2,459,99
1953-54	613,962	227,800	199,000	1,169,484	2,210,24
1954-55	308,909	282,559	168,610	984,846	1,744,93
1955-56	494,140	192,904	195,589	936,761	1,819,39
1956-57	573,062	260,880	135,000	1,004,272	1,973,21
1957-58①	373,508	180,000	90,000	947,102	1,590,61

①Preliminary.

Source: For Canada—Dominion Bureau of Statistics.

For U.S.A.—U.S. Department of Agriculture.

For Argentina and Australia—

1934-38 to 1952-53—International Wheat Council.

1953-54 to 1957-58—Official sources of each country.

TABLE XVII

WORLD EXPORTS OF WHEAT AND WHEAT FLOUR BY PRINCIPAL EXPORTERS DISTRIBUTION BY QUANTITY AND PERCENTAGE OF WORLD TRADE

Average 1930-39
July-June Crop Years 1945-46 to 1956-57

Crop Year	Argentina	Australia	Canada	United States	Others	World Total
			(Millions of Bushels)			
Average 1930-39①	130	114	201	75	190	710
	(18.3%)	(16.0%)	(28.3%)	(10.6%)	(26.8%)	(100.0%)
1945-46	68	36	373	390	1	868
	(7.8%)	(4.2%)	(43.0%)	(44.9%)	(0.1%)	(100.0%)
1946-47	60	47	229	397	22	755
	(8.0%)	(6.2%)	(30.3%)	(52.6%)	(2.9%)	(100.0%)
1947-48	102	96	205	485	46	934
	(10.9%)	(10.3%)	(22.0%)	(51.9%)	(4.9%)	(100.0%)
1948-49	61	122	225	504	77	989
	(6.2%)	(12.3%)	(22.8%)	(50.9%)	(7.8%)	(100.0%)
1949-50	88	114	232	299	88	821
	(10.7%)	(13.9%)	(28.3%)	(36.4%)	(10.7%)	(100.0%)
1950-51	103	127	226	365	121	942
	(10.9%)	(13.5%)	(24.0%)	(38.8%)	(12.8%)	(100.0%)
1951-52	30	99	345	475	115	1,064
	(2.8%)	(9.3%)	(32.4%)	(44.7%)	(10.8%)	(100.0%)
1952-53	29	100	384	317	149	979
	(3.0%)	(10.2%)	(39.2%)	(32.4%)	(15.2%)	(100.0%)
1953-54	110	71	278	217	193	869
	(12.6%)	(8.2%)	(32.0%)	(25.0%)	(22.2%)	(100.0%)
1954-55	131	94	253	274	191	943
	(13.9%)	(10.0%)	(26.8%)	(29.1%)	(20.2%)	(100.0%)
1955-56	115	102	301	346	177	1,041
	(11.1%)	(9.8%)	(28.9%)	(33.2%)	(17.0%)	(100.0%)
1956-57②	98	129	267	549	239	1,282
	(7.7%)	(10.1%)	(20.8%)	(42.8%)	(18.6%)	(100.0%)

①Calendar years.

②Subject to revision.

Source: For Canada—Board of Grain Commissioners for Canada.
All Others—Foreign Agricultural Service, United States Department of Agriculture.

TABLE XVIII
WHEAT ACREAGE IN SELECTED COUNTRIES
1946 to 1957

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Acres)			
1946	341	743	221	10,208	2,306	11,415
1947	192	868	60	8,384	2,060	11,122
1948	354	1,325	170	10,456	2,241	11,526
1949	378	1,557	206	10,434	2,279	11,686
1950	430	1,611	210	10,673	2,506	11,661
1951	408	1,792	200	10,502	2,545	11,683
1952	415	2,002	183	10,616	2,948	11,570
1953	435③	2,249	175	10,426	2,854③	11,787
1954	470③	2,671	210	11,098	2,736③	11,785
1955	487③	2,681	166	11,253	2,894③	11,990
1956	464	3,220②	164	7,000	2,830	12,300
1957②	513	—①	168	11,510	3,000	12,060

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Acres)			
1946	1,562	302	748	232	9,466	2,062
1947	1,428	212	723	225	10,321	2,163
1948	1,824	244	780	211	11,342	2,279
1949	1,872	256	759	206	9,903	1,963
1950	1,883	225	838	215	11,063	2,479
1951	1,811	185	811	242	12,170	2,130
1952	1,779	203	820	250	13,673	2,031
1953	1,693	161	956	235③	16,178③	2,217
1954	1,658	272	1,068	250③	16,163③	2,456
1955	1,633	220	872	257③	17,757③	1,947
1956	1,625	212	981	195	18,125	2,293
1957②	1,526	243	825	238	17,790	2,117

①Not available. ②Preliminary. ③Including spelt.

Sources: For 1946-1956—International Wheat Council.
1956-1957—United States Department of Agriculture.

TABLE XIX
WHEAT PRODUCTION IN SELECTED COUNTRIES
1946 to 1957

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1946	13,440	7,803	10,901	248,267	56,299	225,08
1947	4,480	13,216	2,016	119,989	43,792	171,88
1948	12,656	14,896	9,334	280,485	73,771	226,01
1949	21,914	16,090	11,013	296,947	90,794①	259,83
1950	20,099	19,548	10,950	282,963	96,048①	285,64
1951	19,436	15,579	10,031	261,468	108,357①	255,81
1952	21,273	25,351	11,060	309,419	120,924①	289,17
1953	21,091	28,366	10,398	329,995	116,845①	332,78
1954	21,642	32,004	10,729	388,234	106,300①	267,60
1955	26,860	40,455	9,333	380,849	124,120①	349,24
1956	21,920	33,000	9,770	240,000	127,560	318,98
1957③	27,430	—②	9,740	397,269	140,630	310,50

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1946	21,691	13,179	25,013	7,467	134,064	73,43
1947	26,992	7,131	14,672	6,869	119,280	62,23
1948	33,077	11,237	25,797	7,168	159,675	88,14
1949	45,920	15,642	25,648	9,333	92,474	82,28
1950	49,163	10,839	27,154	8,378	142,272	97,29
1951	54,744	9,921	17,527	9,589	210,526	86,45
1952	56,475	12,015	28,731	10,251	241,609	86,12
1953	50,486	9,149	36,266	9,002①	298,726	99,46
1954	55,703	14,587	37,515	12,713①	184,086	103,91
1955	53,940	12,860	26,308	11,795①	257,794	97,04
1956	50,520	11,340	34,970	7,020	235,160	106,21
1957③	48,900	14,680	27,230	10,480	279,250	98,60

①Including spelt. ②Not available. ③Preliminary.

Sources: 1946-1955—International Wheat Council.
1956-1957—U.S. Department of Agriculture.

TABLE XX

IMPORTS OF WHEAT AND FLOUR INTO SELECTED COUNTRIES FROM ALL SOURCES

Crops Years ①1947-48 to 1956-57

Crop Year	Luxembourg	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
947-48	28,289	22,954	3,483	52,760	133,806	82,163
948-49	26,411	33,690	3,483	16,777	121,273	92,686
949-50	23,744	36,740	908	11,758	89,824	36,604
950-51	37,739	54,043	2,175	10,189	96,746	63,339
951-52	30,203	50,001	1,984	35,660	80,505	59,506
952-53	25,721	51,845	3,009	10,674	83,812	45,636
953-54	27,484	59,929	4,835	9,987	87,670	22,891
954-55	25,103	59,367	13,952	8,029	106,020	18,816
955-56	17,516	62,446	11,949	16,954	93,862	26,694
956-57②	17,637	62,464	8,135	65,874	117,999	19,816

Crop Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
47-48	45,558	28,498	6,515	15,381	345	198,721
48-49	66,234	28,429	2,410	14,396	—	214,411
49-50	76,956	24,684	2,811	11,060	12,802	167,419
50-51	61,718	26,834	2,998	16,505	2,829	162,205
51-52	63,181	32,570	8,686	12,853	1,653	183,542
52-53	45,378	33,033	8,999	13,264	—	174,569
53-54	86,972	34,098	1,124	15,506	—	143,888
54-55	72,018	30,005	434	13,698	6,243	188,892
55-56	83,412	33,418	2,245	9,935	3,465	193,581
56-57②	87,939	33,863	2,168	21,414	11,163	184,108

①July-June year. ②Subject to revision.

Source: Food and Agricultural Organization of the United Nations—World Imports of Wheat and Wheat Flour.

TABLE XXI

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 1 NORTHERN WHEAT BASIS IN STORE FORT WILLIAM/PORT ARTHUR OR VANCOUVER

Crop Years 1943-44 to 1956-57

Crop Year	Initial Payment	Adjustment Payment	Interim Payment	Final Payment①	Total Realized Price①
			(Dollars per Bushel)		
1943-44	1.25	—	—	.123	1.373
1944-45	1.25	—	—	.189	1.439
1945-46	1.25	.50	—	.084	1.834
1946-47	1.35	.40	—	.084	1.834
1947-48	1.35	.40	—	.084	1.834
1948-49	1.55	.20	—	.084	1.834
1949-50	1.75	—	—	.084	1.834
1950-51	1.40	.20	—	.258	1.858
1951-52	1.40	.20	—	.236	1.836
1952-53	1.40	.20	.12	.099	1.819
1953-54	1.40	—	.10	.064	1.564
1954-55	1.40	—	.10	.151	1.651
1955-56	1.40	—	.10	.109	1.609
1956-57 ②	1.40	—	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. Le

②Pool account not closed out at date of report.

TABLE XXII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 2 CANADA WESTERN OATS BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1956-57

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
)49-50	65	—	19.1	84.1
)50-51	65	10	9.8	84.8
)51-52	65	—	18.8	83.8
)52-53	65	—	9.1	74.1
)53-54	65	—	5.5	70.5
)54-55	65	7	8.7	80.7
)55-56	65	—	14.8	79.8
)56-57 ②	65	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.
②Pool account not closed out at date of report.

TABLE XXIII

CHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 3 CANADA WESTERN 6-ROW BARLEY BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1956-57

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
)49-50	93	—	58.0	151.0
)50-51	93	20	21.1	134.1
)51-52	96	20	13.3	129.3
)52-53	96	15	13.5	124.5
)53-54	96	—	10.0	106.0
)54-55	96	10	4.5	110.5
)55-56	96	—	12.8	108.8
)56-57 ②	96	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.
②Pool account not closed out at date of report.

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SUPPLEMENTARY REPORT

OF

The Canadian Wheat Board

ON THE

1956-57 Wheat Account

1956-57 Oats Account

1956-57 Barley Account

SUPPLEMENTARY REPORT

OF

The Canadian Wheat Board

ON THE

1956-57 Wheat Account

1956-57 Oats Account

1956-57 Barley Account

Supplementary Report of The Canadian Wheat Board on the 1956-57 Pool Accounts—Wheat, Oats and Barley

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
OTTAWA, Canada.

Sir:

The Annual Report of The Canadian Wheat Board for 1956-57 included financial statements relevant to the operations of the 1956-57 Wheat, Oats and Barley Accounts. These statements dealt with the position of each pool account as at July 31, 1957. The 1956-57 Wheat, Oats and Barley Accounts were closed as at May 9, 1958, and we beg to submit herewith final operating statements applicable to these Pools.

I. *Receipts and Disposition—1956-57 Pool Account—Wheat*

Receipts

Receipts of wheat in the 1956-57 Pool were 519,515,015.8 bushels.* This total included 361,357,938.3 bushels delivered by producers between August 1, 1956 and July 31, 1957; an additional 1,014,840.2 bushels acquired from other than producers; and 157,142,237.3 bushels of priced open sales contracts and unsold stocks transferred from the 1955-56 Pool as at May 3, 1957.

Disposition of Stocks

The disposition of stocks of wheat in the 1956-57 Pool, including completed sales, weight losses in transit and in drying, and stocks transferred from the 1956-57 Pool to the 1957-58 Pool as at May 9, 1958, is shown in the following table:

Sales

	Bushels
Domestic Sales	70,527,765.6
Export sales on a Class II basis	237,819,585.4
Export sales under the terms of the International Wheat Agreement	75,416,725.2
Weight losses in transit and in drying	11,690.5
Total disposition	383,775,766.7
Transfer to the 1957-58 Pool Account—Wheat	135,739,249.1
Total	519,515,015.8

Export and domestic sales (including weight losses) from the 1956-57 Pool amounted to 383,775,766.7 bushels. Domestic sales were 70,527,765.6 bushels. Export sales were 313,236,310.6 bushels. Of these export sales, 75,416,725.2 bushels were sold under the terms of the International Wheat Agreement.

Priced open sales contracts and unsold stocks in the pool as at May 9, 1958 were transferred to the 1957-58 Pool Account. The transfer was authorized by Order in Council P.C. 1958-803, June 5, 1958.

The following table shows the principal grades of wheat transferred to the 1957-58 Pool as at May 9, 1958:

Grades

(Including Toughs and Damps)	Bushels
No. 1 Northern	577,586.0
No. 2 Northern	37,362,250.9
No. 3 Northern	36,789,726.0
No. 4 Northern	43,100,550.3
No. 5 Wheat	11,813,436.8
Other grades	6,095,699.1
Total	135,739,249.1

Stocks transferred from the 1956-57 Pool to the 1957-58 Pool were 135,739,249.1 bushels. Of these stocks, 49,142,880.7 bushels were covered by priced open sales contracts and were transferred to the 1957-58 Pool at contract prices. The remaining 86,596,368.4 bushels of unsold stocks (including unpriced open sales contracts) were transferred to the 1957-58 Pool at the Board's quoted prices as at the close of business on May 9, 1958. In pricing unsold stocks of wheat the Board estimated the volume of these stocks which would be sold basis (a) Board quoted prices in store Fort William/Port Arthur and (b) Board quoted prices in store Vancouver. Unsold stocks of wheat for shipment via the Lakehead were priced at $1.61⅝ per bushel basis No. 1 Northern Wheat. Unsold stocks for shipment via Vancouver were priced at $1.73⅝ per bushel basis No. 1 Northern Wheat. In view of the relatively

*Pool receipts were adjusted upward by 115,560.5 bushels as compared with receipts shown on Page 6 of the Annual Report of The Canadian Wheat Board for 1956-57.

large volume of priced open contracts included in the transfer, the immediate sales outlook and current market prices, it was not considered necessary to provide for subsequent market risk.

Carrying charges subsequent to the date of transfer were provided from funds allocated to the 1957-58 Pool under the Temporary Wheat Reserves Act.

2. 1956-57 Pool Account—Wheat

The following table shows the operating results of the 1956-57 Pool Account from August 1, 1956 to the closing date of the pool, May 9, 1958:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries, August 1, 1956 to July 31, 1957	361,357,938.3	
(b) Purchases from 1955-56 Pool Account—Wheat	157,142,237.3	
(c) Wheat otherwise acquired ①	1,014,840.2	
Total wheat acquired	519,515,015.8	
	(Value)	(Value)
2. Cost of wheat acquired		$692,245,287.81
3. Proceeds of sales—August 1, 1956 to May 9, 1958	$581,109,595.00	
Sales value of stocks transferred to 1957-58 Pool Account as at May 9, 1958 ②	203,962,890.57	785,072,485.57
4. Gross surplus as at May 9, 1958		92,827,197.76
5. Operating costs—August 1, 1956 to May 9, 1958:		
(a) Carrying charges on wheat stored in country elevators	36,831,441.14	
(b) Storage on wheat stored in terminal elevators	12,825,556.77	
(c) Net interest paid on Agency wheat stocks	4,812,442.85	
	54,469,440.76	
Less: Carrying charges received under the Temporary Wheat Reserves Act	33,137,106.47	
Net carrying charges paid	21,332,334.29	
(d) Bank interest and exchange, etc., plus net inter-account interest	3,509,905.28	
(e) Additional freight (net)	558,603.31	
(f) Handling, stop-off and diversion charges	462,286.10	
(g) Drying charges	16,249.01	
(h) Administrative and general expenses	2,023,181.80	27,902,559.79
6. Surplus on operations of the Board on 1956-57 Pool Account—Wheat, for the period August 1, 1956 to May 9, 1958		$ 64,924,637.97

① Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②For details of transfer see Page 1.

3. Implementing of the Temporary Wheat Reserves Act

In each crop year during the effective period of the legislation, the Government of Canada provides funds for carrying charge purposes to the extent that the quantity of wheat upon which the Board is paying carrying charges on August 1st of each crop year is in excess of 178 million bushels on the basis of the carrying charge rates in effect immediately prior to August 1st of each crop year. On August 1, 1957 the quantity of wheat upon which the Board was paying carrying charges was 407,679,021.4 bushels. ① This figure exceeded the basic stocks of 178 million bushels by 229,679,021.4 bushels. Therefore, during the crop year 1957-58 the Government of Canada paid carrying charges on the latter amount of wheat. The rate of carrying charges paid was .04241 cent per bushel per day. Funds paid or to be paid to the Board under the Temporary Wheat Reserves Act during the crop year 1957-58 amounted to $35,553,508.64. The Board recommended and Governor in Council approved (Order in Council P.C. 1958-760, May 30, 1958) the following allocation of these funds between the two operating pool accounts:

1956-57 Pool Account—Wheat	$25,256,083.25
1957-58 Pool Account—Wheat	10,297,425 39
Total	$35,553,508.64

The allocation of funds in 1957-58 was made on the same basis as in the previous crop year. Since stocks of wheat in the 1956-57 Pool remained in excess of 229,679,021.4 bushels from August 1, 1957 to January 30, 1958, all funds accrued under the Temporary Wheat Reserves Act were applied to the 1956-57 Pool Account between these dates. From January 31, 1958 to the date of the closing of the 1956-57 Pool Account on May 9, 1958, funds were allocated to the 1956-57 Pool on the basis of its average wheat stocks for this period in relation to the total wheat stocks upon which carrying charges were paid under the Act. Subsequent to May 9, 1958 and up to July 31, 1958 all funds received under the Act are for the account of the 1957-58 Pool Account.

The 1956-57 Wheat Account received the following allocations under the Temporary Wheat Reserves Act:

Crop year 1956-57	$ 7,881,023.22
Crop year 1957-58	25,256,083.25
Total	$33,137,106.47

From August 1, 1955 to July 31, 1958 funds provided under the Temporary Wheat Reserves Act have been allocated to crop accounts as follows:

1954-55 Pool Account—Wheat	$23,230,623.04
1955-56 Pool Account—Wheat	29,191,306.19
1956-57 Pool Account—Wheat	33,137,106.47
1957-58 Pool Account—Wheat	10,297,425.39
Total	$95,856,461.09

4. Surplus for Distribution to Producers

As shown in the operating statement on Page 2, the surplus on the 1956-57 Pool Account—Wheat, as at May 9, 1958 was $64,924,637.97 before providing for the interim payment authorized by Order in Council P.C. 1958-213, February 7, 1958.

This interim payment involved the distribution of $39,160,395.34 and was in the amount of 10 cents per bushel on all grades of wheat, except the milling grades of Durum Wheat upon which the interim payment was 25 cents per bushel.

After allowing for the interim payment, the Prairie Farm Assistance Act levy on the interim and final payments, the cost of issuing the final payment, and after adding estimated interest earnings subsequent to May 9, 1958, the final net surplus for distribution to producers was $25,083,690.12 as shown in the following table:

Surplus on operations of the Board as at May 9, 1958		$64,924,637.97
Deduct: Interim payment		39,160,395.34
		25,764,242.63
Deduct: Prairie Farm Assistance Act levy	$648,930.15	
Cost of issuing final payment	141,738.03	790,668.18
		24,973,574.45
Add: Estimated additional interest earned from May 9, 1958 to date of distribution		110,115.67
Balance for final distribution to producers		$25,083,690.12

As shown by the above table the final surplus for distribution to producers was $25,083,690.12. On producers' deliveries of 361,357,938.3 bushels the average final payment was 6.9415 cents per bushel. The distribution of final payment cheques to producers was authorized by Order in Council P.C. 1958-804, June 5, 1958.

① Confirmed by Order in Council P.C. 1958-41, January 9, 1958.

5. *Comments on the 1956-57 Pool Account—Wheat*

Operating costs incurred by the Board in the period August 1, 1956 to May 9, 1958 applicable to the 1956-57 Pool were $27,902,559.79 after crediting funds paid to the Board by the Government of Canada under the Temporary Wheat Reserves Act. Operating costs consisted of the following:

(a) *Carrying Charges—$21,332,334.29*

Total carrying charges incurred by the Board, including storage and interest charges on wheat carried in country elevators and storage charges on wheat held in terminal and mill positions, were $54,469,440.76. Carrying charges amounted to 15.073 cents per bushel on producers' marketings of 361,357,938.3 bushels. Of the funds received from the Government of Canada under the Temporary Wheat Reserves Act, the sum of $33,137,106.47 was allocated to the 1956-57 Pool Account, or an average of 9.170 cents per bushel on producers' deliveries to the pool. After applying these funds the actual carrying charges paid by the Board for producers' account amounted to 5.903 cents per bushel.

(b) *Net Interest, Exchange and Bank Charges—$3,509,905.28*

This item comprises bank interest, exchange and bank charges plus net interest on other Board accounts.

(c) *Additional Freight (Net)—$558,603.31*

This item consists chiefly of additional freight paid on wheat shipped from Saskatchewan stations to the Pacific Coast against the Fort William/Port Arthur freight differential and on low grade wheat shipped from Alberta stations to the Lakehead. The item also includes freight credits on wheat shipped to Churchill.

(d) *Handling, Stop-Off and Diversion Charges—$462,286.10*

These charges were incurred in shipping wheat to interior terminals for storage and in diverting wheat for shipment to Churchill and Prince Rupert.

(e) *Drying Charges—$16,249.01*

This covers the cost of drying of Board grain.

(f) *Administrative and General Expenses—$2,023,181.80*

Administrative and general expenses of the Board applicable to the 1956-57 Pool Account amounted to .5599 cent per bushel on handlings of 361,357,938.3 bushels.

6. *Realized Prices*

The following table shows initial payments, interim payments, final payments and total prices realized by producers for the principal grades of wheat delivered to the 1956-57 Pool Account basis in store Fort William/Port Arthur or Vancouver after deduction of net operating costs, including carrying charges, interest and administrative expenses:

Red Spring Wheat Grades	Initial* Payment	Interim* Payment	Final* Payment	Realized Price
	(dollars per bushel)			
No. 1 Northern	1.40	.10	.08838	1.5883
No. 2 Northern	1.36	.10	.08892	1.5489
No. 3 Northern	1.32	.10	.05978	1.4797
No. 4 Northern	1.25	.10	.02880	1.3788
No. 5 Wheat	1.08	.10	.07521	1.2552
No. 6 Wheat	1.02	.10	.05871	1.1787

Amber Durum Grades	Initial* Payment	Interim* Payment	Final* Payment	Realized Price
	(dollars per bushel)			
No. 1 Amber Durum	1.50	.25	.19804	1.948(
No. 2 Amber Durum	1.47	.25	.22054	1.940
No. 3 Amber Durum	1.40	.25	.24204	1.892(
Extra No. 4 Amber Durum	1.34	.25	.27365	1.863(
No. 4 Amber Durum	1.31	.25	.18895	1.748
No. 5 Amber Durum	1.13	.10	.02869	1.258(
No. 6 Amber Durum	1.07	.10	.01153	1.181

*Prices and payments prior to deduction for Prairie Farm Assistance Act levy.

7. *Board Quoted Prices—1956-57 Pool*

The 1955-56 Pool Account was closed on May 3, 1957 and the 1956-57 Pool Account was closed on May 9, 1958; therefore the selling operations relative to the 1956-57 Pool Account occurred between the foregoing dates. During this selling period Board asking prices for wheat (except Durums) were the same for domestic use, for registration under the International Wheat Agreement and for sales on a Class II basis.

The Board continued to quote separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. The following table shows monthly average Board asking prices for No. 1 Northern Wheat basis in store the aforementioned positions for the selling period of the 1956-57 Pool:

	Monthly Average Asking Prices		
		No. 1 Northern	
	Ft. Wm./Pt. Ar.	Vancouver	Churchill
	(dollars per bushel)		
May 4-31, 1957	1.63¾	1.68	1.74¾
June	1.62⅝	1.67⅝	1.73⅝
July	1.62⅛	1.67⅛	1.73⅛
August	1.61½	1.66⅝	1.72½
September	1.61⅞	1.70⅝	1.72⅞
October	1.61⅛	1.72	1.72⅛
November	1.60½	1.72	1.71½
December	1.63⅜	1.75⅜	1.74⅜
January, 1958	1.65	1.77	1.76
February	1.64⅛	1.76⅛	1.75⅛
March	1.63⅜	1.75⅜	1.74⅜
April	1.62⅛	1.74⅛	1.73⅛
May 1-9	1.61⅝	1.73⅝	1.72⅝

Some comment should be directed toward Board pricing during the selling period of the 1956-57 Wheat Account. Distinction must be made between Board pricing for wheat basis in store Fort William/Port Arthur and in store Vancouver. Throughout the period Board quotations for No. 1 Northern Wheat basis in store Fort William/Port Arthur fluctuated within relatively narrow limits and ranged considerably lower than Board quotations for wheat in store Vancouver. The pricing of wheat basis in store Fort William/Port Arthur took into account forwarding costs involved in making Lakehead wheat available at competitive prices in overseas markets. This involved pricing at a lower level than for other available shipping routes.

In the main, variations in Board asking prices for wheat in store the Lakehead followed changes in the exchange value of the Canadian dollar. Price changes reflected the strength of the Canadian dollar in the months May through September and the decline in the exchange value of the dollar which occurred late in 1957 and early in 1958, followed by strengthening of the dollar in the final 90 days of the selling period. At times other minor price adjustments were made for competitive reasons.

A different situation prevailed in respect to Board pricing of wheat in store Vancouver. Through the period there was a broad demand for wheat for shipment via the western route based upon demand for wheat in Asia and favourable forwarding costs to world markets, including the United Kingdom and Western Europe. This demand added buoyancy to selling prices for wheat in store Vancouver. At the start of the selling period of the 1956-57 Pool, Board quotations for No. 1 Northern Wheat were 5 cents per bushel higher basis in store Vancouver than in store the Lakehead. Vancouver quotations for No. 1 Northern Wheat strengthened rather sharply in the period September through February, reaching a level of 12 cents per bushel higher than Board quotations for the same grade of wheat in store Fort William/Port Arthur. Vancouver quotations continued on this basis until the closing of the pool on May 9, 1958, although some decline in the level of asking prices occurred as a result of exchange fluctuations. The level of Vancouver prices for No. 1 Northern was reflected in Board asking prices for other grades. In summary, Board quotations for No. 1 Northern Wheat in store Vancouver reflected not only variations in the value of the Canadian dollar on exchange markets but also the strong and continuous demand for wheat for shipment through Pacific Coast ports.

During the active selling period for wheat for shipment via Churchill in the 1958 season; i.e., January through May, Board quotations for wheat in store Churchill were 11 cents per bushel higher than Lakehead asking prices.

In addition to the changes made in Board quotations for No. 1 Northern, discounts appli-

cable to No. 3 Northern, No. 4 Northern and No. 5 Wheat were varied throughout the selling period of the 1956-57 Pool Account. On May 4, 1957, No. 3 Northern was quoted at 8 cents per bushel under No. 1 Northern basis in store the Lakehead. This discount was increased to 10 cents per bushel, later to 11 cents per bushel and finally to 12 cents per bushel. The discount on No. 4 Northern in store the Lakehead was 16 cents per bushel on May 4, 1957. This discount was increased to 25 cents per bushel and narrowed to 20 cents per bushel early in 1957, reflecting increased sales of this grade. No. 4 Northern was one of the principal grades delivered to the 1956-57 Pool (81.7 million bushels) and the necessary widening of the selling spread on this grade was reflected in a lower final payment to producers. On May 4, 1957, No. 5 Wheat in store the Lakehead was quoted at 28 cents per bushel under No. 1 Northern. By the end of July this discount had increased to 38 cents per bushel and was gradually narrowed to 34 cents per bushel at the time of the closing of the 1956-57 Pool Account. Grade discounts on No. 3 Northern, No. 4 Northern and No. 5 Wheat applicable to Vancouver were slightly less than the discounts prevailing for the same grades in store the Lakehead.

In the early part of the selling period of the 1956-57 Pool the Board sold milling grades of Durum Wheat on a Class II basis as well as under the terms of the International Wheat Agreement. Board quotations for milling grades of Durum Wheat under the International Wheat Agreement were based on the maximum price under the Agreement.

On May 4, 1957 the Board's quoted price for No. 1 C.W. Amber Durum on a Class II basis was $2.37⅜. Class II prices remained at about this level until the end of the crop year. Under the influence of strong international competition and prospects for a large Durum yield in 1957, the Board reduced its Class II selling prices sharply to an average of $2.08⅜ per bushel in August, 1957, and $2.02 per bushel in September, 1957. By October 25, 1957 the Board's quoted Class II price for No. 1 C.W. Amber Durum had declined to the I.W.A. level and so remained until the closing of the 1956-57 Pool Account. Producers delivered 20.0 million bushels of milling grades of Durum to the 1956-57 Pool Account. Over half of these deliveries consisted of No. 4 C.W. Amber Durum and the remaining deliveries were largely No. 3 C.W. Amber Durum and Extra No. 4 C.W. Amber Durum. In general, deliveries of Durum Wheat in 1956-57 were of lower grade and quality as compared with the Durum deliveries in the previous crop year. As a result, Board selling spreads for No. 3 C.W. Amber Durum, Extra No. 4 C.W. Amber Durum and No. 4 Amber Durum were widened considerably commencing in August, 1957.

It was necessary for the Board to reduce its quoted prices for No. 5 and No. 6 C.W. Amber Durum to the level of asking prices for No. 5 and No. 6 Red Spring Wheat. Only limited quantities of low grade Durums were delivered to the 1956-57 Pool.

8. Exports

The following table shows Canadian export sales of wheat and flour from May, 1957 to April, 1958; a period of time which approximates the selling operations of the 1956-57 Pool Account:

	1957-58	1956-57
	(million bushels)	
May, 1957	23.3	42.3
June	25.1	47.1
July	22.5	28.1
August	27.4	29.3
September	24.2	27.8
October	21.4	24.0
November	31.2	24.4
December	23.1	21.3
January, 1958	22.4①	17.4
February	20.9①	14.8
March	23.3①	16.8
April	25.9①	15.2
	290.7	308.5②

①Subject to revision.
②Revised total.

As shown by the above table exports of wheat (including flour) from May, 1957 to April, 1958 amounted to 290.7 million bushels as compared with 308.5 million bushels during the corresponding months of the previous crop year.

Exports of wheat (including flour) were relatively low during the months of May, June and July, 1957, as compared with the buoyant exports for the same months in 1956. These exports reflected mainly a lack of demand for wheat for shipment through St. Lawrence ports in the final three months of the crop year 1956-57.

In the August-October period exports continued on a moderate scale slightly below the volume of the same months in the previous crop year. In November, exports were in excess of exports for the same month in the previous year and this increased level of exports was maintained until the closing of the 1956-57 Wheat Account on May 9, 1958.

9. General Comments

An unsatisfactory level of exports of wheat and flour during the May-July period, 1957, has been indicated. On August 1, 1957 a new crop year was at hand and the major issue was Canadian

participation in available world markets for the ensuing months. There were two factors in the marketing situation which had to be recognized. The European wheat crop in 1957 was substantially larger than in 1956. Western Europe harvested 200 million bushels more wheat than in the previous crop year when an extremely cold winter had damaged wheat crops over a wide area. It was also apparent that Eastern Europe had harvested a larger wheat crop than in the previous year; all told, European production in 1957 was approximately 300 million bushels greater than in 1956. It was equally apparent that world trade in wheat in 1957-58 would be considerably smaller than in the previous crop year for the reasons stated above.

The Canadian marketing problem was, therefore, in terms of securing a larger share of a smaller world market for wheat. In approaching this objective the improved quality of wheat production in 1957 was an asset of considerable importance. There was the prospect that as the crop year progressed the quality of Canadian wheat available for overseas markets would steadily increase. There was a further advantage in that the main wheat importing countries of Western Europe, having harvested larger crops, would seek high quality wheat in order to maintain the quality of their breadstuffs.

The bountifulness of European production in 1957 limited wheat exports in the early part of the crop year and it was not until November that Canadian exports of wheat and flour gathered momentum and the possibility of an improved year of exports became evident. The 1956-57 Pool Account was closed on May 9, 1958 and, therefore, only partially reflected the improved export possibilities for the crop year ending July 31, 1958.

During the period under review the Board fully maintained the level of commercial sales of wheat. In addition, the export movement was facilitated and increased by the action of the Government of Canada in making certain Colombo Plan appropriations available to recipient countries in the form of wheat and flour, in providing long term credit arrangements to Colombo Plan countries for the purchase of wheat or flour and in providing an appropriation of 15 million dollars as a grant to Colombo Plan countries for the purchase of wheat or flour. The provisions of the Export Credit Insurance Act were made available to provide short term credit arrangements to importing countries as required.

1. Receipts and Disposition—1956-57 Pool Account—Oats

Receipts

Receipts of oats in the 1956-57 Oats Pool were 79,578,217.3 bushels.* This total included 69,049,123.6 bushels delivered by producers from August 1, 1956 to July 31, 1957; an additional 5,923.4 bushels acquired from other than producers; and 10,523,170.3 bushels transferred from the 1955-56 Pool Account to the 1956-57 Pool Account.

Disposition of Stocks

Completed sales from the 1956-57 Pool Account from August 1, 1956 to May 9, 1958 amounted to 77,038,217.3 bushels (including weight losses in drying of 83.7 bushels). The remaining stocks of oats in the 1956-57 Pool as at May 9, 1958; namely, 2,540,000 bushels were transferred to the 1957-58 Pool in accordance with provisions of Section 29 of the Canadian Wheat Board Act. Unsold stocks of oats consisted entirely of No. 1 Feed Oats and were transferred on the basis of the Board's quoted price for No. 1 Feed Oats on May 9, 1958, less 1 cent per bushel for subsequent carrying charges and market risk. The transfer was approved by Order in Council P.C. 1958-900, June 26, 1958.

*Pool receipts were adjusted upward by 5,711.9 bushels as compared with receipts shown on Page 17 of the Annual Report of The Canadian Wheat Board for 1956-57.

2. *1956-57 Pool Account—Oats*

The following table shows the operating results of the 1956-57 Pool Account from August 1, 1956 to the closing date of the pool, May 9, 1958:

	Bushels	
1. Oats acquired by the Board:		
(a) Producers' deliveries, August 1, 1956 to July 31, 1957	69,049,123.6	
(b) Oats otherwise acquired ①	5,923.4	
(c) Purchased from 1955-56 Pool Account—Oats	10,523,170.3	
Total oats acquired	79,578,217.3	
	(Value)	(Value)
2. Cost of oats acquired		$49,386,443.04
3. Proceeds of sales—August 1, 1956 to May 9, 1958	$52,190,454.71	
Transferred to 1957-58 Pool Account as at May 9, 1958 ②	1,625,600.00	53,816,054.71
4. Gross surplus as at May 9, 1958		4,429,611.67
5. Operating costs—August 1, 1956 to May 9, 1958:		
(a) Carrying charges, including terminal storage	6,024,977.94	
(b) Interest and bank charges	225,624.21	
(c) Freight recovery on export oats	(16,244.60)	
(d) Drying charges	134.34	
(e) Brokerage and Clearing Association charges	16,395.50	
(f) Administrative and general expenses	291,817.52	6,542,704.91
6. Deficit on operations of the Board on 1956-57 Pool Account—Oats, as at May 9, 1958		$ 2,113,093.24

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see Page 7.

3. *General Comment on the Marketing of Oats—1956-57 Pool Account*

As shown in the operating statement on the preceding page the 1956-57 Oats Pool was closed with a deficit of $2,113,093.24. This operating deficit resulted from a combination of factors bearing upon the marketing of oats during the period of the pool.

The initial payment for oats for the crop year 1956-57 was established at 65 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur. On June 13, 1957 the initial payment for the crop year 1957-58 was established at 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur. The 1956-57 pooling operation was on the basis of the higher initial payment.

The 1955-56 Pool Account was closed on November 16, 1956, and with minor exceptions selling operations applicable to the 1956-57 Pool Account commenced on November 17, 1956. Within the next thirty days asking prices for most grades of oats declined by about 5 cents per bushel, and by mid-March had declined another 5 cents per bushel. These reductions in the selling prices for oats brought Board asking prices for No. 1 Feed Oats to a level of 66¼ cents per bushel. During the balance of the selling period of the 1956-57 Pool Account the Board asking prices for No. 1 Feed Oats varied slightly above or slightly below 65 cents per bushel basis in store Fort William/Port Arthur. The major part of Board selling from the 1956-57 Pool Account took place at this level of prices basis No. 1 Feed Oats. The initial payment for this grade of oats in the pool was 60 cents per bushel. Therefore, the margin between initial payments to producers and Board selling prices for various grades of oats was relatively narrow for the 1956-57 pooling operation.

On July 31, 1956 commercial supplies of oats amounted to 49.9 million bushels which represented a substantial increase in carried-over stocks. Producers delivered 69 million bushels to the 1956-57 Pool. These new deliveries, along with the commercial carryover (principally western oats), provided total supplies of 118.9 million bushels of oats available for the crop year 1956-57. Of these oats, 54.0 million bushels were in commercial positions on July 31, 1957. Therefore, utilization of oats within the crop year 1956-57 was 64.9 million bushels. Of this utilization, exports accounted for 18.3 million bushels, and the balance was used for domestic purposes in Canada. About the same level of utilization prevailed during the period August 1, 1957 to the closing date of the pool on May 9, 1958. Throughout the period of the 1956-57 Oats Pool there was a continuous surplus of oats in commercial positions over and beyond possible export and domestic demand. This fact continuously affected the price structure for oats.

The carrying of substantial stocks of oats in excess of domestic and export demand resulted in the 1956-57 Pool Account paying exceptionally heavy carrying charges. Carrying charges applicable to the 1956-57 Pool amounted to $6,024,977.94, or an average of 8.7256 cents per bushel on producers' marketings of 69,049,123.6 bushels. Comparable carrying charges for the 1955-56 Pool were $2,792,556.80, or an average of 3.9118 cents per bushel.

Other costs involved in the 1956-57 Oats Pool were interest and bank charges, $225,624.21; brokerage and Clearing Association charges, $16,395.50; drying charges, $134.34; and administrative and general expenses, $291,817.52 (or .4226 cent per bushel on producers' deliveries of 69,049,123.6 bushels). Freight recoveries on oats shipped to Pacific Coast ports for export amounted to $16,244.60.

Total operating costs applicable to the 1956-57 Pool, including carrying charges, amounted to $6,542,704.91, or 9.475 cents per bushel. Comparable operating costs, including carrying charges, for the 1955-56 Pool Account, were $3,123,846.85, or 4.375 cents per bushel.

Thus, prices realized by the Board in the sale of oats from the 1956-57 Pool were not sufficiently above initial payment levels to compensate for the sharp increase in operating costs applicable to the pool.

The following table shows monthly average Board quotations for No. 1 Feed Oats, along with high and low prices recorded each month from November 17, 1956 to May 9, 1958. All prices are basis in store Fort William/Port Arthur.

	High	Low	Average
	(cents per bushel)		
November 17-30, 1956	77¾	76½	77⅛
December	76½	71¼	73⅜
January, 1957	74	71¾	73¼
February	71¾	70	70⅞
March	70½	66¼	68⅛
April	67¼	65¼	66⅝
May	67	65	66⅛

	High	Low	Average
		(cents per bushel)	
June	66¼	64¾	65⅝
July	66	65	65½
August	65¾	65¼	65½
September	68	65½	67¼
October	66½	65	65⅝
November	66¾	66¼	66⅝
December	66¾	66¼	66⅜
January, 1958	67¼	65½	66⅜
February	67	66	66⅝
March	66¼	65	65½
April	65¼	63¾	64⅞
May 1-9	65	64½	64⅞

The following table shows Board purchases and net sales of oats, by months, and stocks of oats held by the Board at the end of each month for the account of the 1956-57 Pool:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1956	1,768,993.7	8,218.7	1,760,775.0
September	7,671,398.9	35,245.6	9,396,928.3
October	14,281,170.8	2,276,774.1	21,401,325.0
November	15,806,400.6 ①	6,176,740.6 ①	31,030,985.0
December	2,738,612.9	247,799.3	33,521,798.6
January, 1957	2,890,923.6	2,751,389.2	33,661,333.0
February	2,341,880.8	273,379.9	35,729,833.9
March	2,987,099.2	863,011.9	37,853,921.2
April	2,870,584.6	2,941,007.3	37,783,498.5
May	4,441,637.7	4,803,801.2	37,421,335.0
June	6,753,817.9	5,543,147.5	38,632,005.4
July	15,025,696 6	11,840,868.2	41,816,833.8
August	—	5,013,583.8	36,803,250.0
September	—	4,980,903.7	31,822,346.3
October	—	3,544,629.4	28,277,716.9
November	—	7,692,508.7	20,585,208.2
December	—	5,382,522.7	15,202,685.5
January, 1958	—	590,316.8	14,612,368.7
February	—	1,669,957.0	12,942,411.7
March	—	6,495,124.3	6,447,287.4
April	—	3,850,287.4	2,597,000.0
May	—	2,597,000.0 ②	—
	79,578,217.3	79,578,217.3	

As shown by the above table Board sales of oats were relatively small during the August-March period of 1956-57, reflecting sales in the first three and one-half months of the crop year which were credited to the 1955-56 Pool Account and a very light demand for oats during the winter months. Commencing in April, 1957 the demand for oats improved and substantial sales were effected by July 31, 1957. During the first half of 1957-58 a steady reduction was made in the quantity of unsold oats in the 1956-57 Pool. An improved level of sales in March and April enabled the pool to be closed as at May 9, 1958 with a relatively small transfer to the 1957-58 Pool. As previously indicated, a substantial volume of unsold oats was carried for the account of the 1956-57 Pool over the greater part of the life of the pool, with a consequent increase in carrying charges.

Of total sales of 79,578,217.3 bushels, 62,748,000 bushels were sold in the futures market.

Since the 1956-57 Pool was closed with a deficit, final prices realized by producers were the initial payments received at the time of

①Includes 10,523,170.3 bushels of cash grain purchased from 1955-56 Pool Account and the sale of 4,998,000.0 bushels futures to the 1955-56 Pool Account.

②Includes 2,540,000.0 bushels of cash grain sold to the 1957-58 Pool Account.

delivery. Initial payments in 1956-57 for the principal grades of oats were:

	Cents per bushel
No. 2 Canada Western	65
Extra No. 3 Canada Western	62
No. 3 Canada Western	62
Extra No. 1 Feed	62
No. 1 Feed	60
No. 2 Feed	55
No. 3 Feed	48

1. Receipts and Disposition—1956-57 Pool Account—Barley

RECEIPTS

Receipts of barley in the 1956-57 Pool were 135,278,075.4 bushels. This total included 120,571,573.2 bushels delivered by producers between August 1, 1956 and July 31, 1957; an additional 13,372.6 bushels received from other than producers; and 14,693,129.6 bushels transferred from the 1955-56 Pool to the 1956-57 Pool as at November 2, 1956.

DISPOSITION OF STOCKS

Sales of barley (including weight losses in drying) from the 1956-57 Pool amounted to 134,313,383.1 bushels, leaving 964,692.3 bushels of unsold stocks to be transferred to the 1957-58 Pool. The latter stocks, consisting of No. 1 Feed Barley, were transferred as at the close of business on May 9, 1958 on the basis of the Board's quoted price for No. 1 Feed Barley on this date; namely, 90 cents per bushel. It was not considered necessary to provide for carrying charges or market risk subsequent to the date of transfer. The transfer was approved by Order in Council P.C. 1958-746, May 29, 1958.

2. 1956-57 Pool Account—Barley

The following table shows the operating results of the 1956-57 Pool Account from August 1, 1956 to the closing date of the pool, May 9, 1958:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries, August 1, 1956 to July 31, 1957	120,571,573.2	
(b) Barley otherwise acquired ①	13,372.6	
(c) Purchased from 1955-56 Pool Account—Barley	14,693,129.6	
Total barley acquired	135,278,075.4	
	(Value)	(Value)
2. Cost of barley acquired		$122,148,914.16
3. Proceeds of sales—August 1, 1956 to May 9, 1958	$135,450,455.67	
Transferred to 1957-58 Pool Account as at May 9, 1958 ②	868,223.07	136,318,678.74
4. Gross surplus as at May 9, 1958		14,169,764.58
5. Operating costs—August 1, 1956 to May 9, 1958:		
(a) Carrying charges, including terminal storage	6,624,588.03	
(b) Interest and bank charges	19,038.12	
(c) Freight recovery on export barley	(957,342.47)	
(d) Diversion charges on export barley	198,982.08	
(e) Drying charges	49,863.26	
(f) Brokerage and Clearing Association charges	10,054.23	
(g) Administrative and general expenses	522,021.65	6,467,204.90
6. Surplus on operations of the Board on 1956-57 Pool Account—Barley, for the period August 1, 1956 to May 9, 1958		$ 7,702,559.68

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see above.

3. *Operating Costs—1956-57 Barley Pool*

The principal item in operating costs was carrying charges which amounted to $6,624,588.03, or 5.4943 cents per bushel on producers' deliveries to the pool. Increased carrying charges reflected larger stocks of unsold barley carried by the Board, particularly in the period from May through October, 1957, as well as the longer duration of the pool. Interest and bank charges amounted to $19,038.12. Diversion charges on barley shipped to the Pacific Coast for export were $198,982.08. On the same barley, freight recoveries amounted to $957,342.47. Drying charges were $49,863.26, while brokerage and Clearing Association charges amounted to $10,054.23. Board administrative and general expenses were $522,021.65, or .43295 cent per bushel on producers' deliveries of 120,571,573.2 bushels.

Net operating costs applicable to the 1956-57 Barley Pool were $6,467,204.90. Net costs reflected the substantial freight recoveries on barley shipped to the Pacific Coast for export as outlined above.

4. *Surplus for Distribution to Producers*

The surplus in the 1956-57 Barley Pool for distribution to producers was as follows:

Surplus on operations of the Board as at May 9, 1958		$7,702,559.68
Deduct: Prairie Farm Assistance Act levy	$76,468.85	
Cost of issuing final payment	80,152 07	156,620.92
		7,545,938.76
Add: Additional interest earned after May 9, 1958		24,477.59
Surplus for final distribution to producers		$7,570,416.35

As shown by the preceding table the final surplus for distribution to producers was $7,570,416.35. On producers' marketings of 120,571,573.2 bushels, the average final payment was 6.278 cents per bushel.

The following table shows initial payments, final payments and prices (basis in store Fort William/Port Arthur) realized by producers for the principal grades of barley delivered to the Board in 1956-57 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
		(cents per bushel)	
No. 2 C.W. Six-Row	98	8.92187	106.92187
No. 3 C.W. Six-Row	96	6.01103	102.01103
No. 4 C.W. Six-Row	90	4.80776	94.80776
No. 2 C.W. Two-Row	91	15.12279	106.12279
No. 3 C.W. Two-Row	88	10.30437	98.30437
No. 1 Feed	87	5.15372	92.15372
Extra No. 2 Feed	83	6.83067	89.83067
No. 2 Feed	83	6.83067	89.83067
No. 3 Feed	76	10.99679	86.99679
Tough No. 3 C.W. Six-Row	92	7.51103	99.51103
Tough No. 3 C.W. Two-Row	84	11.80437	95.80437
Tough No. 1 Feed	83	6.65372	89.65372
Tough No. 2 Feed	79	8.33067	87.33067
Tough No. 3 Feed	72	12.49679	84.49679

The final payment on the 1956-57 Barley Pool was approved by Order in Council P.C. 1958-747, May 29, 1958. The issuance of the final payment cheques to producers commenced on May 30, 1958 and was completed on June 12, 1958.

①All payments prior to deduction of Prairie Farm Assistance Act levy.

5. *General Comment—1956-57 Barley Pool*

The following table shows Board purchases and net sales of barley, by months, and stocks of barley held by the Board at the end of each month:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1956	1,602,044.0	18,851,151.2	(17,249,107.2)
September	7,841,578.5	17,081,884.1	(26,489,412.8)
October	20,779,706.0	4,262,848.3	(9,972,555.1)
November	27,790,104.2 ①	24,879,355.7 ①	(7,061,806.6)
December	11,217,813.8	2,859,784.2	1,296,223.0
January, 1957	10,984,965.1	2,123,131.7	10,158,056.4
February	7,371,118.3	2,034,681.6	15,494,493.1
March	6,122,952.7	3,847,422.6	17,770,023.2
April	7,100,615.6	1,107,612.9	23,763,025.9
May	8,872,609.1	1,125,647.8	31,509,987.2
June	10,482,176.0	2,772,758.9	39,219,404.3
July	15,112,392.1	7,229,517.3	47,102,279.1
August	—	2,265,067.2	44,837,211.9
September	—	5,065,465.7	39,771,746.2
October	—	8,189,701.0	31,582,045.2
November	—	8,782,719.5	22,799,325.7
December	—	6,081,436.2	16,717,889.5
January, 1958	—	3,158,092.5	13,559,797.0
February	—	3,867,748.1	9,692,048.9
March	—	4,887,091.1	4,804,957.8
April	—	4,686,622.3	118,335 5
May	—	118,335.5 ②	—
	135,278,075.4	135,278,075.4	

The foregoing table shows the pattern of Board purchases and sales for the account of the 1956-57 Pool. Sales were relatively heavy in the first four months of the crop year 1956-57, reflecting largely the sales of the 1956 Crop barley suitable for malting. Fall sales of feeding grades of barley were credited mainly to the 1955-56 Pool Account which was closed on November 2, 1956. The demand for barley was limited during the winter and spring of 1957 and as a result unsold stocks of barley in the 1956-57 Pool Account increased sharply. Although sales improved in July, 1957, a further increase in unsold stocks occurred as a result of heavy marketings by producers in the final months of the crop year. Sales of barley increased in the September-December, 1957, period when a substantial reduction was made in the inventory of the 1956-57 Pool. A steady demand in the early part of 1958 enabled the pool to be closed on May 9, 1958 with a relatively small transfer of unsold stocks.

In the crop year 1956-57 total exports of barley amounted to 76.9 million bushels, and this rate of export continued until the closing of the pool. Principal export markets were the United States, the United Kingdom, Japan, Germany and the U.S.S.R. Domestic sales were well maintained.

On October 16, 1957 the Board announced a measure designed to increase export sales of barley from St. Lawrence ports prior to the closing of navigation in 1957 and later extended the policy to cover barley shipments through Maritime ports until the opening of navigation on the St. Lawrence River in the spring of 1958. The policy applied only on barley shipments to the United Kingdom and other European destinations. The Board announced each day the amount of the barley export adjustment. During the limited period covered by this policy the adjustment rate ranged from 5 cents to 6 cents per bushel.

The 1956-57 Pool operated during a period of falling prices which was reflected in a reduced final payment to producers. The following table shows monthly average quotations for No. 1 Feed Barley, along with high and low prices recorded each month from August 1, 1956 to May 9, 1958.

①Includes 14,693,129.6 bushels of cash grain purchased from the 1955-56 Pool Account and the sale of 8,202,000.0 bushels of futures to the 1955-56 Pool Account.

②Includes 964,692.3 bushels of cash grain sold to the 1957-58 Pool Account and the purchase of 965,000.0 bushels of futures from the 1957-58 Pool Account.

All prices are basis in store Fort William/Port Arthur.

	High	Low	Average
	(cents per bushel)		
August, 1956	106	101¾	104⅜
September	106	103½	105
October	105¼	100½	103¼
November	107¼	102¼	104½
December	105	99	101⅞
January, 1957	102	99¼	100⅞
February	99½	95¾	97⅞
March	97½	93	94⅜
April	93¾	93	93
May	93	93	93
June	93	93	93
July	93	93	93
August	93½	93	93⅛
September	93	93	93
October	93	89	91¾
November	90¼	89	89¾
December	90½	89¾	90⅜
January, 1958	90½	87¾	89¼
February	89½	88¾	89¼
March	88¾	87¼	88
April	90¾	87¼	88⅜
May 1-9	91¾	90	91⅛

As shown by the above table Board quoted prices for barley declined during the greater part of the marketing period and were substantially lower than quoted prices for the preceding barley pool.

Total sales in the 1956-57 Pool Account amounted to 135,278,075.4 bushels. During this pool period 35,846,000.0 bushels were sold on the futures market.

Statement of Operations and Auditors' Report

Following herewith are the final Statements of Operations for the 1956-57 Pool Accounts—Wheat, Oats and Barley, covering the period from August 1, 1956 to May 9, 1958. These statements are preceded by the Auditors' Report.

All of which is respectfully submitted.

W. C. McNAMARA,
Chief Commissioner

W. RIDDEL,
Assistant Chief Commissioner

W. E. ROBERTSON,
Commissioner

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

To The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Statements of Operations of The Canadian Wheat Board dated 26th June 1958 which set forth the results of the Board's operations on 1956-57 Pool Account—Wheat, Oats and Barley for the period from 1st August 1956 to 9th May 1958 and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion the accompanying Statements of Operations are properly drawn up so as to exhibit a true and correct view of the results of the operations of The Canadian Wheat Board on 1956-57 Pool Account—Wheat, Oats and Barley for the period from 1st August 1956 to 9th May 1958 according to the best of our information, the explanations given to us, and as shown by the books of the Board.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
26th June 1958.

THE CANAI
1956-57
STATEMEN
For the period 1st A

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Purchased from 1955-56 Pool Account—Wheat.....

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Sales to the 1957-58 Pool Account—Wheat.....

Weight losses in transit and in drying.....

Surplus on wheat transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators.....

Storage on wheat stored in terminal elevators and mills.....

Net interest paid to agents on agency wheat stocks.....

Less: Carrying charges received under the Temporary Wheat Reserves Act.....

Bank interest, exchange and bank charges plus net interest on other Board accounts.....

Net additional freight on wheat shipped from country stations to terminal positions.....

Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....

Drying charges.....

Administrative and general expenses to 9th May 1958.....

Surplus on operations of the Board on the 1956-57 Pool Account—Wheat, for the period 1st August 1956 to 9th May 1958.....

W. C. McNAMARA,
Chief Commissioner

W. RIDDEL,
Assistant Chief Commissioner

W. E. ROBERTSO
Commissioner

AT BOARD
unt-Wheat
RATIONS
to 9th May 1958

	Bushels		Amount	
,938.3		$446,887,937.20		
1,840.2		1,290,155.64		
,237.3	519,515,015.8	244,067,194.97	$692,245,287.81	
,765.6				
1,585.4				
1,725.2				
,249.1				
1,690.5	519,515,015.8		785,072,485.57	
				92,827,197.76
		$36,831,441.14		
		12,825,556.77		
		4,812,442.85		
		54,469,440.76		
		33,137,106.47	21,332,334.29	
			3,509,905.28	
			558,603.31	
			462,286.10	
			16,249.01	
			2,023,181.80	27,902,559.79
				$ 64,924,637.97

This is the Statement of Operations which is referred to in our report of this date attached hereto.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

eg, Manitoba,
ne 1958.

THE CANAI
1956-57
STATEMEN
For the period 1st A

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1955-56 Pool Account—Oats.....

Oats sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1957-58 Pool Account—Oats.....

Weight losses in drying.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 9th May 1958.....

Deficit on operations of the Board on the 1956-57 Pool Account—Oats, for the period 1st August 1956 to 9th May 1958.....

W. C. McNAMARA,
Chief Commissioner

W. RIDDEL,
Assistant Chief Commissioner

W. E. ROBERTSO
Commissioner

EAT BOARD
ount-Oats
ERATIONS
6 to 9th May 1958

Bushels		Amount	
9,123.6		$41,797,517.29	
5,923.4		3,667.85	
3,170.3	79,578.217.3	7,585,257.90	$49,386,443.04
3,133.6		52,190,454.71	
0,000.0		1,625,600.00	
83.7	79,578,217.3	—	53,816,054.71
			4,429,611.67
	$5,503,885.73		
	521,092.21	6,024,977.94	
		225,624.21	
		(16,244.60)	
		134.34	
		16,395.50	
		291,817.52	6,542,704.91
			$ 2,113,093.24

This is the Statement of Operations which is referred to in our report of this date attached hereto.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

peg, Manitoba,
ne 1958.

THE CANAD
1956-57 I
STATEMENT
For the period 1st Au

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1955-56 Pool Account—Barley.....

Barley sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1957-58 Pool Account—Barley.....

Weight losses in drying.....

Surplus on barley transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on barley stored in country elevators.....

Storage on barley stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of barley to Pacific Coast ports for export.....

Diversion charges on shipments of barley to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 9th May 1958.....

Surplus on operations of the Board on the 1956-57 Pool Account—Barley, for the period 1st August 1956 to 9th May 1958.....

W. C. McNAMARA,
Chief Commissioner

W. RIDDEL,
Assistant Chief Commissioner

W. E. ROBERTSON
Commissioner

AT BOARD
unt-Barley
RATIONS
to 9th May 1958

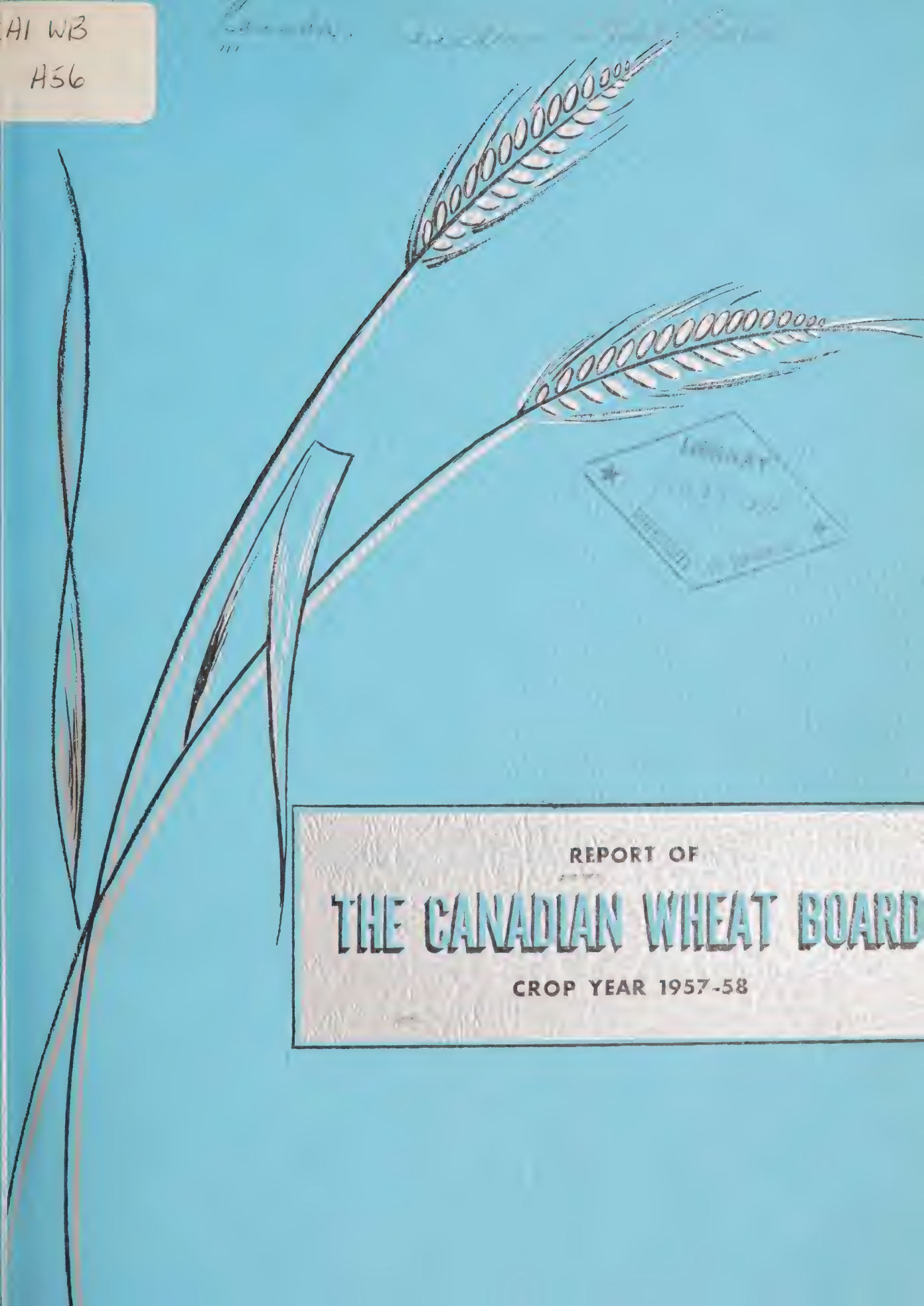
Bushels		Amount	
,573.2		$107,497,937.18	
,372.6		11,931.35	
,129.6	135,278,075.4	14,639,045.63	$122,148,914.16
,142.6		135,450,455.67	
,692.3		868,223.07	
,240.5	135,278,075.4	—	136,318,678.74
			14,169,764.58
	$5,054,760.77		
	1,569,827.26	6,624,588.03	
		19,038.12	
		(957,342.47)	
		198,982.08	
		49,863.26	
		10,054.23	
		522,021.65	6,467,204.90
			$ 7,702,559.68

This is the Statement of Operations which is referred to in our report of this date attached hereto.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

g, Manitoba,
ne 1958.

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REPORT OF

THE CANADIAN WHEAT BOARD

CROP YEAR 1957-58



REPORT OF

THE CANADIAN WHEAT BOARD

CROP YEAR 1957-58

Report of the Canadian Wheat Board

Crop Year 1957-1958

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
Ottawa, Canada.

Sir:

We beg to submit herewith the Annual Report of The Canadian Wheat Board for the crop year ended July 31, 1958, as required by the Canadian Wheat Board Act.

PART 1

. *General Comment—Crop Year 1957-58*

World production of wheat in 1957-58 was nly slightly smaller than the record production f 1956-57. As in most crop years, the distribu- ion of world production between countries and reas was important.

Western Europe experienced a favourable rowing season, with the result that wheat produc- ion was substantially larger than in 1956 when xtensive winter damage was sustained. Produc- .on in the United Kingdom was slightly smaller ıan in 1956. However, larger wheat crops were arvested in Belgium, The Netherlands, Western ermany, Switzerland and France; these countries ɔmprising the principal area of crop damage in 956. Improved or above average wheat produc- on in normal wheat importing countries of ontinental Europe resulted in a smaller demand ɔr imported wheat. Available statistics indicate ıat the 1957 harvest in Eastern Europe was also ɔnsiderably larger than in the previous year.

In contrast to Europe, the 1957 wheat produc- on in the major exporting countries declined ıarply. The combined wheat production of the nited States, Canada, Argentina, Australia and orth African exporting countries was some 350 illion bushels less than in 1956. The largest duction occurred in Canada, while Australia arvested about one-half of normal production. he smaller production of wheat in the major ɛporting countries had only a limited immediate effect on the international wheat position because of the large reserve stocks in the United States and Canada.

Increases or decreases in production in other countries and in other areas did not materially affect the course of international trade in wheat during 1957-58.

International trade in wheat declined by some 200 million bushels in the crop year 1957-58 mainly because of the improved wheat crop in Western Europe. Exports from the United States amounted to 402 million bushels as compared with 549 million bushels in the previous crop year. Argentina exported 77 million bushels as compared with 98 million bushels in the previous year. Australian exports, reflecting the small harvest of 1957-58, were 68 million bushels as compared with 126 million bushels in the previous crop year. On the other hand, exports of wheat from Canada increased sharply from 262 million bushels in 1956-57 to 316 million bushels in 1957-58.

During the crop year the United States disposal programmes continued as a major factor in the international wheat position and resulted in the United States accounting for over 40% of international trade in wheat for the second successive crop year. United States disposal programmes appear to have placed more emphasis upon the requirements of under-developed countries, and less wheat was disposed of under the barter provisions of P.L. 480.

2. *Canadian Crop Development and Supplies*

The following table shows acreages seeded to grains and flaxseed in the prairie provinces in 1957, along with comparative statistics for 1956:

	1957 Acreage	1956 Acreage	Percentage Change
	(thousand acres)		
Wheat	20,360	22,064	− 7.7
Oats	7,805	8,658	− 9.8
Barley	9,209	8,181	+12.6
Rye	455	452	+ .7
Flaxseed	3,462	3,010	+15.0
TOTAL	41,291	42,365	− 2.5

Wheat acreage in the prairie provinces amounted to 20.4 million acres in 1957. This was the smallest acreage seeded to wheat since 1943 and the second lowest wheat acreage reported since the 1920's. There was a sharp decline in oats acreage. The decline in wheat and oats acreages was accompanied by increased acreages seeded to barley, flaxseed and forage crops, and an increased acreage in summerfallow.

Seeding commenced in early May and was completed under favourable conditions. Grain crops developed normally through the month of June, although lack of rainfall over wide areas in Saskatchewan and Alberta caused anxiety. During the month of July the pattern and the volume of grain production in the prairie provinces were established. Continuing drought during the first half of July resulted in deterioration of grain crops in Saskatchewan and Alberta even though temperatures were moderate. The process of crop deterioration was hastened in the last half of July as hot, dry weather prevailed. For the first time since 1949 drought was widespread and damaging, and a critical factor in crop development.

Harvesting commenced in mid-August but was soon delayed by unfavourable weather. The bulk of the harvesting was completed in late September and during October. Unfavourable harvesting weather continued in the Peace River area and in sections of northern Alberta. Of the grain which was harvested in this area, a high percentage was tough or damp, and severe crop damage was sustained through inability to complete harvesting operations before winter set in.

The following table shows estimated grain production in the prairie provinces in 1957, along with comparative estimates for 1956:

	1957	1956
	(thousand bushels)	
Wheat	349,000	551,000
Oats	234,000	400,000
Barley	209,000	262,000
Rye	6,300	6,350
Flaxseed	18,900	34,600
TOTAL	817,200	1,253,950

The unfavourable growing season of 1957 is reflected in the foregoing estimates. Production of grains and flaxseed amounted to 817.2 million bushels in 1957 as compared with 1,253.9 million bushels in 1956. The main reductions occurred in respect to wheat and oats.

As shown by the above table the prairie provinces produced 349 million bushels of wheat in 1957 as compared with 551 million bushels in 1956. Oats production was estimated at 234 million bushels as compared with 400 million bushels in the previous year. Barley production was 209 million bushels as compared with 262 million bushels in 1956. Little change occurred in the production of rye. Flaxseed production was sharply curtailed, amounting to 18.9 million bushels as compared with 34.6 million bushels in the previous year.

In addition to the quantities of grain available from the 1957 harvest, total Canadian commercial supplies of wheat, oats and barley for the crop year 1957-58 included the commercial carry-over from the previous year (grain in country and terminal elevators, mills and in transit, but excluding stocks on farms). The following table indicates the inward commercial carry-over of wheat, oats and barley in Canada as at August 1, 1957, with comparable figures for the corresponding date of previous years:

	August 1 1957	August 1 1956	August 1 1955
	(million bushels)		
Wheat	410.4	375.4	398.9
Oats	54.1	47.9	30.6
Barley	61.8	60.5	49 2

3. *Legislation*

There were no amendments to the Canadian Wheat Board Act during 1957-58.

The Prairie Grain Advance Payments Act was enacted in the fall of 1957 and proclaimed on November 25, 1957. The purpose of this legislation is to provide for cash advances on farm stored grain pending delivery of such grain to The Canadian Wheat Board. Section 7 of the Act provides for the basis of advance payments and is quoted as follows:

"7. (1) Subject to this section, the amount of an advance payment to a producer in respect of the grain deliverable under the permit book specified in the application shall be the quantity of threshed grain (irrespective of its grade and excluding grain deliverable under a unit quota) that the applicant has in storage otherwise than in an elevator and undertakes to deliver to the Board, less any undelivered grain in respect of which a previous advance payment was made, multiplied by

(a) fifty cents per bushel in the case of wheat,

(b) twenty cents per bushel in the case of oats, and

(c) thirty-five cents per bushel in the case of barley.

(2) The quantity of each grain in respect of which an advance payment may be made to a producer shall not exceed the quantity that would be deliverable under the applicant's current permit book on a quota of six bushels per specified acre minus the quantity of grain (other than deliveries under a unit quota) delivered by the applicant to the Board prior to his application and during the crop year in which the application is made.

(3) Not more than a total of three thousand dollars shall be paid as advance payments in respect of grain to be delivered under the permit book specified in an application."

The Act also prescribed the procedures to be ollowed in the distribution and repayment of dvance payments. Advance payments are nterest free to producers unless an advance is leclared to be in default. Pursuant to the Act, the Board entered into an agreement with elevator companies whereby the companies act as agents of he Board in making advance payments and eceiving repayments. The operations of the Board in respect to the Prairie Grain Advance Payments Act are dealt with in Parts II and IV f this report.

The loaning provisions of the Prairie Grain Producers' Interim Financing Act expired on une 1, 1958.

. Transportation

The movement of grain from farms to forward positions continued on a large scale in 1957-58. During the crop year adequate transportation was vailable to meet Board shipping programmes, ncluding the provision for grain for domestic and xport markets.

In 1957-58 the Board continued to assume esponsibility for the allocation of shipping orders s between handling companies. Only by follow- ng a policy of selective shipping from country tations was it possible to make the best use of vailable terminal space and to provide for the novement of the grains and grades of grain equired to meet domestic and export commit- nents. In directing the loading of grain from ountry points, the Board issued necessary hipping instructions from time to time through- ut the crop year. These shipping instructions, in he main, determined the preference under which inds of grain or different grades of grain could be orwarded to terminal positions, mills and processors both east and west. The shipping instructions primarily directed the movement of grain to meet market requirements at different stages of the crop year. Within the framework of Board shipping policy in 1957-58 it was possible to bring about a greater measure of equality in year-end delivery quotas than had been possible in immediately preceding crop years.

The following table shows primary receipts from producers and principal movements of western grains in 1957-58 as compared with those of the previous crop year:

	1957-58	1956-57
	(million bushels)	
Primary receipts from producers	576	585
Shipments from country elevators and platform loadings	587	567
Receipts at Pacific Coast ports	170	141
Receipts at Fort William/Port Arthur	327	352
Shipments from Fort William/Port Arthur (lake and rail)	327	322

Receipts from producers in 1957-58 were 576 million bushels as compared with 585 million bushels in the previous crop year. Shipments of grain from country stations amounted to 587 million bushels as compared with 567 million bushels. A sharp increase occurred in receipts of grain at Pacific Coast ports, these amounting to 170 million bushels as compared with 141 million bushels in 1956-57. During the crop year receipts of grain at the Lakehead were slightly smaller, while shipments from the Lakehead were slightly in excess of the previous year.

In carrying out the large shipping programmes for 1957-58 the Board enjoyed the full co-operation of the railways and the lake vessel operators, as well as the Board of Grain Commissioners for Canada, in facilitating the grain movement at every stage.

5. Delivery Quotas

On July 23, 1957 the Board announced the basis of the delivery quota policy for 1957-58. Effective on August 1, 1957 an initial quota of 100 units of grain was established, each unit consisting of 3 bushels of wheat, or 5 bushels of barley, or 5 bushels of rye, or 8 bushels of oats, or any combination of these grains amounting to 100 units. At the same time the Board announced that the initial quota would be followed by general quotas based upon each producer's specified acreage.

On February 20, 1957 the Board announced that acreages in cultivated grasses and legumes grown as forage crops would be included as part of the "specified acreage" upon which general delivery quotas are based. Therefore, effective August 1, 1957 the "specified acreage" for delivery purposes consisted of each permit holder's acreage

seeded to wheat (other than Durums), oats, barley and rye, as well as summerfallow and eligible acreage seeded to cultivated grasses and forage crops.

Stocks of grain in store in elevators in Canada on August 1, 1957 were some 40 million bushels greater than on the same date in the previous crop year. Therefore, delivery quotas could only be advanced slowly in the early months of 1957-58. The turning-point came towards the close of navigation in 1957 when the levels of monthly exports surpassed the levels of the previous crop year, and from this time delivery opportunity for producers steadily increased.

The Board's primary objective within the crop year, after completion of unit quotas, was an effective general delivery quota of 6 bushels per specified acre. In early July it was apparent that this objective would be accomplished. At the same time elevator space was being created over wide areas in the prairie provinces as a result of heavy shipments of grain from country elevators and as a result of many producers in the lower yield areas not having sufficient grain to fill delivery quotas then established. By mid-July country elevator stocks of grain were some 20 million bushels lower than on the same date in the previous year. Under the circumstances, the Board decided that available space not required for the 6 bushel general quota should be made available to producers for additional deliveries. On July 15, 1958 the Board announced that a qualified 7 bushel general quota would be established where local elevator space permitted. In announcing this policy the Board stated:

> "At the following delivery points there is elevator space in excess of the space required for the 6 bushel per specified acre general quota. In order to make this additional space available to the producers concerned, effective immediately the Board is increasing the quota to 7 bushels per specified acre at these delivery points. The Board does not undertake that space will be available for a full 7 bushel quota at the undermentioned delivery points or that the local storage position will permit the extension of the same arrangement to more than a limited number of other delivery points prior to July 31st next, on which date all 1957-58 delivery quotas will expire."

Before the end of the crop year the Board was able to establish a 7 bushel general quota as described above at more stations than was thought possible in mid-July. Many of the subsequent increases to the 7 bushel basis were at the direct requests of elevator agents. By the close of the crop year on July 31st, 1,718 delivery points were on a 7 bushel general quota and 321 delivery points remained on the 6 bushel general quota.

The following table shows the general delivery quota position, at the end of quarterly periods, during the crop year 1957-58:

	October 31 1957	January 31 1958	April 30 1958	July 31 1958
Initial quota	1,271	—	—	—
1 bus. per specified acre	771	241	—	—
2 bus. per specified acre	—	1,146	261	—
3 bus. per specified acre	—	650	735	—
4 bus. per specified acre	—	—	639	—
5 bus. per specified acre	—	—	401	—
6 bus. per specified acre	—	—	—	32
7 bus. per specified acre	—	—	—	1,71

Other delivery quota provisions for 1957-58 are summarized in the following paragraphs.

At the start of the crop year a quota of 5 bushels per seeded acre, with a minimum delivery of 200 bushels, was established for Durum Wheat. On April 14, 1958 this quota was increased to 8 bushels per seeded acre, with a minimum delivery of 300 bushels. On June 2nd the Durum delivery quota was increased to 11 bushels per seeded acre with a minimum delivery of 400 bushels.

The crop year commenced with a flaxseed delivery quota of 5 bushels per seeded acre, with a minimum delivery of 200 bushels. On November 7, 1957 flaxseed was placed on an open quota basis

The quota policy for 1957-58 included the usual provision for the over-quota delivery of Malting, Pot or Pearling Barley accepted on a premium basis by maltsters, shippers or exporters. At the start of the crop year the over-delivery of one carlot of such barley was authorized. On January 7, 1958 a second carlot of Two-Row Barley was authorized for Pacific Coast destinations. On March 31, 1958 the provision was extended to two carlots of accepted barley to any destination. On the same date a third carlot of Two-Row Barley was approved for any destination.

On June 2, 1958 a supplementary barley quota of 3 bushels per seeded acre was established in Manitoba and Saskatchewan applicable to barley grading No. 1 Feed or lower. Later this supplementary barley quota was increased to 6 bushels per seeded acre applicable to all grades.

A supplementary quota for rye of 5 bushels per seeded acre, with a minimum delivery of 150 bushels, was established on November 7, 1957. On January 9, 1958 this supplementary quota was increased to 10 bushels per seeded acre, with a minimum delivery of 300 bushels. On June 5th the supplementary rye quota was increased to 15 bushels per seeded acre, with a minimum delivery of 450 bushels. On July 15th supplementary rye quotas were discontinued because of the commencement of harvesting.

On September 19, 1957 the Board established a supplementary quota of 5 bushels per seeded acre applicable to Soft White Spring Wheat, where such wheat had been produced under contract with mills. This quota was increased to 10 bushels per seeded acre on January 13, 1958 and further increased to 15 bushels per seeded acre on May 5th. Effective on July 7th Soft White Spring Wheats were placed on an open quota basis for the balance of the crop year.

Under delivery quotas established in 1957-58, producers delivered 576 million bushels of grain and flaxseed as compared with 585 million bushels during the preceding crop year.

Provision for Seed Grain

The Board's policy to encourage the use of good seed by producers was continued through the crop year, with special provision being made to assist producers in acquiring registered and certified seed, and commercial seed where registered and certified seed was in short supply.

6. *Handling Agreement*

In the negotiation of the 1957-58 Handling Agreement with elevator companies, handling margins remained at 4½ cents per bushel for wheat and barley, and 3½ cents per bushel for oats. The storage rate was increased from 1/35th to 1/30th of a cent per bushel per day for wheat, oats and barley in store country elevators. The terminal storage rate, subject to maximum tariffs as established by the Board of Grain Commissioners for Canada, was 1/30th of a cent per bushel per day.

Following negotiations between the handling companies and interior mills, the diversion charges on wheat shipped to such mills remained unchanged from the previous crop year. Similarly, diversion charges applicable to interior terminals, Churchill and Prince Rupert were unchanged.

7. *1957-58 Pool Account—Wheat*

Policy

In accordance with the Canadian Wheat Board Act, 1935, as amended, the Board administered an annual pool for wheat delivered to the Board between August 1, 1957 and July 31, 1958.

The fixed initial price for wheat for 1957-58 was $1.40 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. This initial price was authorized by Order in Council P.C. 1957-820, June 13, 1957. Initial prices for grades of wheat other than No. 1 Northern were established by the Board and approved by Orders in Council.

Under Order in Council P.C. 1957-820, June 13, 1957 the Board was required to sell wheat, other than Durums, for domestic use at the same price as it sold wheat for registration under the International Wheat Agreement.

Board Receipts

The following table shows receipts of wheat from producers, by months, for the period from August 1, 1957 to July 31, 1958:

	Bushels
August, 1957	3,207,801.1
September	20,433,767.5
October	24,948,523.1
November	22,478,531.0
December	27,975,605.1
January, 1958	44,005,868.1
February	21,507,710.7
March	18,184,319.7
April	21,637,887.0
May	32,867,836.6
June	58,303,108.7
July	81,316,244.8
Total	376,867,203.4

Board receipts from producers in 1957-58 amounted to 376.9 million bushels as compared with 361.4 million bushels in the previous crop year. Producers' deliveries during the crop year reflected the heavy export movement of grain prior to the close of the 1957 shipping season on the Great Lakes and through the St. Lawrence, and the heavy export movement during the final three months of the crop year. Producers' deliveries were relatively large in the months of January, June and July and constituted 48.7% of deliveries for the whole crop year.

Grade Pattern

The following table shows receipts from producers, by principal grades, for the crop year 1957-58, along with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 1 Northern	824,308.1	.22
No. 2 Northern	71,770,862.4	19.03
No. 3 Northern	133,024,800.0	35.30
No. 4 Northern	99,111,882.9	26.30
Nos. 1 to 4 Durum (including Extra 4 Durums)	28,461,564.1	7.55
Nos. 1 to 3 Garnet	248,368.3	.07
No. 5 Wheat	31,263,566.1	8.30
No. 6 Wheat	5,720,612.0	1.52
Feed Wheat	577,930.1	.15
Other Grades	5,863,309.4	1.56
Total	376,867,203.4	100.00

Producers' deliveries in 1957-58 reflected the high grade of the 1957 wheat crop. Slightly over 80% of deliveries consisted of No. 2 Northern, No. 3 Northern and No. 4 Northern. Over one-third of producers' deliveries graded No. 3 Northern. The quantities of No. 5 Wheat and No. 6 Wheat delivered in 1957-58 were relatively small. Deliveries of Durum grades were the largest on record, amounting to 28.5 million bushels.

Total Wheat Stocks—1957-58 Pool

Total wheat stocks in the 1957-58 Pool were 514,180,014.8 bushels, consisting of 376,867,203.4 bushels received from producers, 135,739,249.1 bushels transferred from the 1956-57 Pool Account as at May 9, 1958, and 1,573,562.3 bushels received from others than producers.

1957-58 Pool Account—Wheat

The following table shows the operating position of the 1957-58 Pool Account—Wheat, for the period from August 1, 1957 to July 31, 1958. Some comments should be directed to the inventory valuation of $445,525,990.90. Unsold stocks of wheat as at July 31, 1958 amounted to 345,490,152.9 bushels, and these stocks were valued at cost. The main part of the inventory consisted of wheat delivered to the 1957-58 Pool Account by producers. These stocks were valued at initial prices basis $1.40 per bushel for No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. A small portion of the inventory consisted of specific grades of wheat transferred from the 1956-57 Pool to the 1957-58 Pool as at May 9, 1958, and which were unsold as at July 31, 1958. These latter stocks were valued on the basis of transfer prices.

1957-58 Pool Account—Wheat

The following table shows the operating position of the 1957-58 Pool Account from August 1, 1957 to July 31, 1958:

	Bushels		
1. Wheat acquired by the Board:			
(a) Producers' deliveries August 1, 1957 to July 31, 1958	376,867,203.4		
(b) Purchases from the 1956-57 Pool Account—Wheat	135,739,249.1		
(c) Wheat otherwise acquired ①	1,573,562.3		
Total wheat acquired	514,180,014.8		
		(Value)	(Value)
2. Cost of wheat acquired			$690,117,588.10
3. Proceeds of sales and value of unsold stocks of wheat as at July 31, 1958:			
(a) (i) Completed sales at realized prices		$149,779,877.57	
(ii) Uncompleted sales at contract prices		109,064,032.25	
Total proceeds from sales		258,843,909.82	
(b) Value of unsold stocks of wheat stated at cost ②		445,525,990.90	704,369,900.72
4. Gross surplus as at July 31, 1958			14,252,312.62
5. Operating costs—August 1, 1957 to July 31, 1958:			
(a) Carrying charges on wheat stored in country elevators		22,524,038.28	
(b) Storage on wheat stored in terminal elevators		3,524,692.44	
(c) Net interests paid on Agency wheat stocks		1,514,102.69	
		27,562,833.41	
Less: Carrying charges received under the Temporary Wheat Reserves Act		10,297,425.39	
Net carrying charges paid		17,265,408.02	
(d) Bank interest and exchange, etc., less net inter-account interest		1,078,624.43	
(e) Additional freight (net)		290,505.81	
(f) Handling, stop-off and diversion charges		50,158.96	
(g) Drying charges		1,800.66	
(h) Administrative and general expenses		1,189,485.26	19,875,983.14
6. Debit balance in the 1957-58 Pool Account—Wheat, as at July 31, 1958, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver			$ 5,623,670.52

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②See preceding paragraph for basis of inventory valuation.

Operating Costs—1957-58 Wheat Account

Net operating costs applicable to the 1957-58 Pool Account amounted to $19,875,983.14 as at July 31, 1958.

Carrying charges on wheat stored in country and terminal elevators were $27,562,833.41. This item was reduced by $10,297,425.39*, which amount was received from the Government of Canada under the Temporary Wheat Reserves Act and applied to the 1957-58 Pool Account to July 31, 1958. Net carrying charges for producers' account were, therefore, $17,265,408.02.

Interest and bank charges, less net inter-account interest, amounted to $1,078,624.43. Net additional freight on wheat shipped from country elevators to terminal positions amounted to $290,505.81. These charges arose mainly in the movement of wheat to the Pacific Coast from stations in western Saskatchewan from which there is a more favourable freight rate to Fort William/Port Arthur than to the Pacific Coast, and in the movement of low grade wheat from Alberta stations to the Lakehead. This item also reflected a credit for freight saved on wheat moved to Churchill. Handling, stop-off and diversion charges on wheat stored in interior terminals amounted to $50,158.96. Drying charges were $1,800.66. Administrative and general expenses applicable to the 1957-58 Pool were $1,189,485.26.

General Comments on the Marketing of Wheat—1957-58

Stocks Under Administration

The Board commenced the crop year with an inventory of 366.4 million bushels of wheat for the account of the 1956-57 Pool. From August 1, 1957 to July 31, 1958 deliveries to the 1957-58 Pool amounted to 378.4 million bushels. Therefore, during the crop year the Board had under administration 744.8 million bushels of wheat for the account of the 1956-57 and 1957-58 Pools. The two Pool Accounts were administered concurrently until May 9, 1958, when the 1956-57 Account was closed and remaining stocks in that Pool transferred to the 1957-58 Account. From August 1, 1957 to May 9, 1958 sales were applied to the 1956-57 Pool Account to the extent that this Pool could supply the grades required for sales contracts. From May 11, 1958 to July 31, 1958 all sales were applied to the 1957-58 Pool Account.

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*See Supplementary Report of The Canadian Wheat Board for 1956-57, Page 3. Moneys paid to the Board under the Temporary Wheat Reserves Act from August 1, 1957 to July 31, 1958 were divided between the two operating pool accounts as follows:

1956-57 Pool Account—Wheat	$25,256,083.25
1957-58 Pool Account—Wheat	10,297,425.39
Total	$35,553,508.64

International Wheat Agreement

The crop year 1957-58 coincided with the second year of the new International Wheat Agreement which became effective on August 1, 1956. This Agreement provided for a maximum price of $2.00 per bushel and a minimum price of $1.50 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur, expressed in Canadian currency at the parity of the Canadian dollar determined for the purpose of the International Monetary Fund as at March 1, 1949.

A total of 42 importing countries and 6 exporting countries participated in the Agreement in 1957-58.

In 1957-58 the total guaranteed quantity under the Agreement was 294.6 million bushels and Canada's share of this total was 100.1 million bushels. Total wheat sales registered under the International Wheat Agreement were 194.4 million bushels. Canadian sales registered under the Agreement for the crop year were 78.0 million bushels.

The Board continued to represent the Government of Canada in the administration of the International Wheat Agreement.

The International Wheat Market—1957-58

The crop year 1957-58 differed from 1956-57 in several ways. In both crop years world production of wheat was on a generous scale but the distribution of production varied considerably. In 1956-57, European wheat crops suffered extensive damage, thereby causing an increase in international trade in wheat. In 1957-58, the position was reversed when Europe harvested a large wheat crop and thereby reduced potential international trade in wheat. In other continents the prospect was for the continuance of normal trade in wheat. There were no factors to offset the effect of a smaller demand from Europe, and in 1957-58 the exporting countries had to base their marketing plans on a somewhat smaller international market.

This position had some interesting implications. The United States could not expect to maintain the levels of commercial exports and Government disposal established in the previous crop year. With European importing countries generally requiring less imported wheat than in the previous crop year, buyers were more selective as far as quality was concerned. This position worked to Canada's advantage.

A constructive feature of 1957-58 was the stability in price levels which existed. This tendency was probably strengthened by the sharp decline in wheat production in Canada and Australia and the moderate decline in Argentina. While reserve stocks of wheat in the United States and Canada were large, the smaller wheat crops

referred to above had some bearing on the international market.

Circumstances were such that there was scope for assistance to under-developed countries or countries experiencing extreme needs. In this field the United States found an outlet for a substantial quantity of wheat, and Canada made a notable contribution.

Sales Policy

Two factors played an important part in the merchandising of western wheat in 1957-58. In the first place the 1957 growing season was such as to produce a wheat crop of high milling quality. The Grain Research Laboratory, Board of Grain Commissioners for Canada, reported as follows:*

> "The mean protein content of the 1957 crop of Hard Red Spring Wheat is 14.0%; this level is 1.6% higher than for last year's survey and 0.5% higher than the long-term average of 13.5%."

Deliveries of wheat from the 1957 western wheat crop improved the quality of export shipments as the crop year progressed and also improved the market opportunity for Canadian flour.

The second factor which had a bearing on 1957-58 sales results was the variety of grades available. In addition to supplies of milling grades of wheat, the Board inventory included moderate supplies of lower grades for which a ready market was found at home and abroad.

Pricing continued to play an important part in Board sales effort. The policy whereby a buyer could purchase Board wheat either at its daily quoted selling prices or on a deferred price basis remained in effect. Under the latter arrangement a buyer had the right to declare the final price up to eight market days after the date of call on shipment from St. Lawrence or Atlantic ports, and from fifteen to twenty-two market days from date of loading from Pacific Coast ports, depending on the destination of the shipment. A similar policy was applied to Churchill, the buyer having the right to declare the final price up to nine market days after the date of call. If the deferred price basis was selected by the buyer, provision was made for an accounting price to be established at the time of sale but this price could be adjusted finally within the time limits provided for each shipping range.

The Board continued its policy of quoting separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. This policy was designed to give greater flexibility in Board pricing and had for its objective the making of Board wheat competitive in overseas markets irrespective of the port of shipment.

The crop year 1957-58 was marked by a high degree of stability in Board asking prices. The following table shows monthly average Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur, in store Vancouver, and in store Churchill:

Monthly Average of Board Asking Prices
I.W.A. and Class II Quotations
Basis No. 1 Northern Wheat

	In Store Fort William/ Port Arthur	In Store Vancouver	In Store Churchill
	(cents per bushel)		
August, 1957	161½	166⅝	172½
September	161⅞	170⅝	172⅞
October	161⅛	172	172⅛
November	160½	172	171½
December	163⅜	175⅜	173
January, 1958	165	177	176
February	164⅛	176⅛	175⅛
March	163⅜	175⅜	174⅜
April	162⅛	174⅛	173⅛
May	161⅜	173⅜	172⅜
June	160½	172⅜	171½
July	163	174	174

Board quotations for No. 1 Northern Wheat moved within a narrow range throughout the crop year 1957-58. The highest price within the crop year for No. 1 Northern Wheat in store the Lakehead was $1.66⅛, and the lowest price recorded for the same grade of wheat in the same position was $1.59½. Corresponding high asking prices and low asking prices for No. 1 Northern Wheat basis in store Vancouver were $1.78⅛ and $1.65⅝. For No. 1 Northern Wheat in store Churchill, the range in Board asking prices was from $1.77⅛ to $1.70½. In the main, the fluctuations in Board asking prices for No. 1 Northern Wheat reflected changes in the exchange value of the Canadian dollar. During the August-January period the premium on the Canadian dollar declined from a high of 6% in August, 1957 to a low of slightly under 1% in January, 1958. This decline in the value of the Canadian dollar caused a corresponding increase in Board asking prices. During the February-July period the Canadian dollar strengthened on exchange markets, the premium reaching a level of slightly over 4% in July, 1958. This rise in value of the Canadian dollar caused a corresponding downward adjustment in Board asking prices. Late in the crop year Board asking prices increased slightly, independently of the exchange factor.

Board asking prices for wheat in store Vancouver again reflected lower overseas forwarding costs for wheat shipped via Pacific Coast ports as compared

*Protein Survey of Wheat, 1957.

with wheat shipped via the Lakehead and St. Lawrence ports. At the start of the crop year Board asking prices for wheat basis No. 1 Northern in store Vancouver were 5 cents per bushel over Board asking prices for the same grade of wheat basis in store Fort William/Port Arthur. During the fall period the difference between the foregoing selling bases increased to 12 cents per bushel and remained at this level until July, 1958.

Board asking prices for No. 1 Northern Wheat basis in store Churchill were 11 cents per bushel higher than Board quotations for wheat in store Fort William/Port Arthur.

During 1956-57 many changes were made in Board selling discounts for grades of wheat other than No. 1 Northern. In the main, these adjustments in selling spreads carried over into the crop year 1957-58 and as a result adjustments in Board selling discounts were more limited in the latter crop year. The main changes in selling discounts in 1957-58 were (1) a widening of the selling discount on No. 3 Northern Wheat by 1 cent per bushel during the latter part of the crop year, and (2) a slight widening of selling discounts applicable to No. 4 Northern, No. 5 and No. 6 Wheat early in the crop year and a subsequent narrowing of discounts on these grades during the balance of the crop year.

The following table shows discounts under No. 1 Northern for other principal grades of wheat on August 1, 1957 and July 31, 1958 (basis in store Fort William/Port Arthur):

	No. 2 Northern	No. 3 Northern	No. 4 Northern	No. 5 Wheat	No. 6 Wheat
	(cents per bushel)				
August 1, 1957	—4	—11	—23	—38	—43
July 31, 1958	—4	—12	—21	—29	—33

In pricing wheat in store Vancouver slightly narrower selling discounts applied to No. 4 Northern and No. 5 Wheat, while discounts on No. 6 Wheat were somewhat wider than basis in store Fort William/Port Arthur.

The Board continued its export flour adjustment policy throughout the crop year 1957-58. The export flour adjustment rates in effect were 8½ cents per bushel for flour exported from Canadian Atlantic or U.S. Atlantic ports, 10 cents per bushel for flour exported via Canadian Pacific or U.S. Pacific ports and 8 cents per bushel for flour exported from St. Lawrence ports and Churchill. As in the previous crop year the flour adjustment policy did not apply on exports to the United Kingdom, other European countries or the United States. In the opinion of the Board the export flour adjustment policy contributed to increased flour exports during 1957-58. Administration of the flour adjustment policy resulted in the two operating wheat accounts being charged with $2,272,045.87 between August 1, 1957 and July 31, 1958.

In the foregoing paragraphs the main factors in the Board approach to commercial markets have been outlined. The Board pursued an aggressive sales policy based upon the quality of wheat available in Canada, realistic pricing at all times and other measures to facilitate sales. As a result the Board obtained a satisfactory share of wheat imports of recognized commercial markets.

Coincident with the crop year 1957-58, the Government of Canada enlarged its assistance to Colombo Plan countries, and in particular to India, Pakistan and Ceylon. In so doing the Government made a noteworthy contribution to the marketing operations of the Board during the period under review. As a result of the arrangements made, India and Pakistan acquired a total of 27.5 million bushels of wheat and Ceylon acquired 2.6 million bushels of wheat in the form of flour. This movement not only increased Board sales and exports but also was reflected in a corresponding increase in producers' marketings of grain within the crop year.

In implementing this programme of assistance to Colombo Plan countries, $10 million were made available from Colombo Plan appropriations for the purchase of wheat or flour. In addition, the Government recognized the urgent food problems of these three Commonwealth countries through a gift of $15 million. These funds were used to supply wheat to India and Pakistan and flour to Ceylon. Of very great importance was the provision of a long-term loan made available to recipient Colombo Plan countries for the purchase

of wheat or flour. Under this loan arrangement India acquired wheat to the value of $24,180,650.00. In addition to assistance to Colombo Plan countries, the Government provided $1.5 million to purchase flour for the United Nations Relief Works Agency for Palestine Refugees.

The arrangements referred to above not only added materially to Board sales in 1957-58 but provided an important element of continuity in sales and shipments.

Sales—1957-58

During the crop year 1957-58 Board sales of wheat were as follows:

	Total Sales (bushels)
Domestic sales	77,117,225.2
Export sales at Class II prices	242,287,002.5
Export sales under the terms of the International Wheat Agreement	80,034,328.5
Weight losses in transit and in drying	8,117.9
TOTAL	399,446,674.1

Board sales of wheat during the crop year 1957-58 amounted to 399,446,674.1 bushels, of which 230,756,812.2 bushels were applied to the 1956-57 Pool Account and 168,689,861.9 bushels were applied to the 1957-58 Pool Account.

Exports

The following table shows exports of wheat (including flour) by months for the crop year 1957-58:*

	Million Bushels	
August, 1957	27.4	
September	24.2	
October	21.4	
November	31.2	
December	23.1	
January, 1958	22.0	149.3
February	21.3	
March	23.3	
April	26.8	
May	39.0	
June	30.8	
July	25.6	166.8
TOTAL		316.1

Wheat exports, including flour, amounted to 316.1 million bushels in the crop year 1957-58 as compared with exports of 261.7 million bushels in 1956-57.

The export movement of wheat was well distributed throughout the crop year. Exports of 316.1 million bushels were the largest since the crop year 1952-53.

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat.

EXPORTS OF WHEAT AND WHEAT FLOUR*

CROP YEARS 1957-58 AND 1956-57
Continental Areas and Countries

	Crop Year 1957-58			Crop Year 1956-57
	Wheat	Flour (Wheat Equivalent)	Total	Total
	(bushels)			
EUROPE:				
United Kingdom	90,325,520	13,735,048	104,060,568	90,435,518
Germany	29,736,006	—	29,736,006	36,290,971
Netherlands	21,730,881	2,576	21,733,457	11,193,629
U.S.S.R.	14,833,328	—	14,833,328	—
Belgium	12,820,424	342,252	13,162,676	16,586,771
Switzerland	9,672,754	—	9,672,754	10,754,443
Norway	3,541,171	—	3,541,171	3,602,797
Austria	2,153,570	—	2,153,570	2,126,693
Ireland	1,910,721	805	1,911,526	2,641,469
Malta	1,527,307	—	1,527,307	1,550,267
Poland	1,443,680	—	1,443,680	9,523,546
Italy	1,002,338	2,042	1,004,380	2,417,961
Denmark	275,948	2,760	278,708	364,644
Gibraltar	—	45,620	45,620	89,270
Portugal	—	44,316	44,316	53,417
Greece	—	26,020	26,020	1,824
Iceland	—	16,100	16,100	9,343
Sweden	9,333	1,012	10,345	7,296
France	—	—	—	4,024,686
Yugoslavia	—	—	—	2,702
TOTAL	190,982,981	14,218,551	205,201,532	191,677,247
ASIA AND OCEANIA:				
Japan	37,993,945	727,182	38,721,127	35,100,604
India	23,774,946	20,355	23,795,301	—
Philippine Islands	367	4,860,709	4,861,076	5,353,108
China	3,774,027	12,880	3,786,907	—
Pakistan	3,525,915	518	3,526,433	978,689
Ceylon	—	2,519,682	2,519,682	440,496
Australia	1,490,534	—	1,490,534	—
Israel	1,463,840	—	1,463,840	1,668,800
Lebanon	—	754,476	754,476	254,744
Hong Kong	153,400	520,099	673,499	848,183
Malaya and Singapore	—	392,831	392,831	401,416
Thailand	—	355,203	355,203	408,232
Okinawa	233,333	—	233,333	189,243
Portuguese Asia	—	122,944	122,944	205,854
French Oceania	—	32,299	32,299	31,825
Arabia	—	28,288	28,288	48,107
Fiji	—	10,511	10,511	—
Cyprus	—	—	—	371,000
Guam	—	—	—	17,135
Other Countries	—	8,054	8,054	1,512
TOTAL	72,410,307	10,366,031	82,776,338	46,318,948

(This table continued on Page 13)

	Crop Year 1957-58			Crop Year 1956-57
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
CENTRAL AMERICA AND THE CARIBBEAN AREA:				
Jamaica	2,867	1,622,519	1,625,386	1,406,325
Trinidad and Tobago	—	1,586,728	1,586,728	1,463,196
Leeward and Windward Islands	—	1,068,116	1,068,116	915,747
Dominican Republic	—	698,128	698,128	390,110
Cuba	1,000	604,863	605,863	242,800
Costa Rica	16,667	500,055	516,722	475,530
Guatemala	166,727	307,492	474,219	240,558
Haiti	—	455,664	455,664	246,976
Barbados	2,500	333,265	335,765	244,980
Bahamas	—	277,736	277,736	244,311
Nicaragua	—	271,563	271,563	257,841
Panama	—	254,897	254,897	209,703
El Salvador	30,283	166,147	196,430	313,044
Netherlands Antilles	—	173,340	173,340	142,614
Bermuda	—	96,340	96,340	112,318
Honduras	32,666	62,705	95,371	65,357
British Honduras	—	14,875	14,875	17,358
Other Countries	—	17,289	17,289	21,509
TOTAL	252,710	8,511,722	8,764,432	7,010,277
SOUTH AMERICA:				
Venezuela	982,031	3,385,796	4,367,827	2,959,963
Peru	2,696,960	37,964	2,734,924	2,830,210
Ecuador	401,856	2,084	403,940	322,446
British Guiana	—	305,353	305,353	216,069
Colombia	183,727	75,090	258,817	115,962
Surinam	—	129,394	129,394	165,266
Chile	—	23,000	23,000	—
Other Countries	—	—	—	115
TOTAL	4,264,574	3,958,681	8,223,255	6,610,031
AFRICA:				
Ghana	—	502,944	502,944	716,409
Rhodesia	486,453	11,479	497,932	308,818
Belgian Congo	—	404,002	404,002	336,237
Egypt	—	248,273	248,273	—
Sierra Leone	—	236,686	236,686	215,733
Portuguese East Africa	129,546	4,099	133,645	207,389
Nigeria	—	55,924	55,924	242,310
Portuguese West Africa	—	40,643	40,643	34,252
Azores and Madeira	—	25,482	25,482	19,883
British South Africa	—	—	—	473,872
Other British West Africa	—	—	—	19,320
Morocco	—	—	—	15,433
Liberia	—	—	—	11,868
Gambia	—	—	—	9,248
Other Countries	—	19,318	19,318	3,758
TOTAL	615,999	1,548,850	2,164,849	2,614,530

(This table concluded on Page 14)

	Crop Year 1957-58			Crop Year 1956-57
	Wheat	Flour (Wheat Equivalent)	Total	Total
	(bushels)			
NORTH AMERICA:				
United States				
Milling in Bond	1,795,924	—	1,795,924	1,114,084
Domestic Use	5,370,162	—	5,370,162	4,757,417
Flour	—	1,754,028	1,754,028	1,676,608
Other Countries	—	22,975	22,975	17,583
TOTAL	7,166,086	1,777,003	8,943,089	7,565,692
GRAND TOTAL	275,692,657	40,380,838	316,073,495	261,796,725

*Source: Board of Grain Commissioners for Canada. Includes Exports of Ontario Winter Wheat.

Exports of wheat and flour to the United Kingdom in 1957-58 amounted to 104.1 million bushels as compared with 90.4 million bushels in the previous crop year. As far as Canadian export trade was concerned, exports to the United Kingdom represented about one-half of total exports to the European area, including the U.S.S.R.

Dealing with Continental Europe, their large 1957 wheat crop should be recognized. For example, larger wheat crops were harvested in Germany, The Netherlands, Switzerland, Belgium and Ireland, and as a result the import requirements of these countries were lower than in the previous crop year. However, the Canadian percentage of actual imports of these countries increased in 1957-58. Exports to Western Germany amounted to 29.7 million bushels as compared with 36.3 million bushels in 1956-57. Exports to Switzerland were 9.7 million bushels as compared with 10.8 million bushels in the previous crop year. Exports to Belgium were 13.2 million bushels as compared with 16.6 million bushels in 1956-57. Exports to Ireland were 1.9 million bushels as compared with 2.6 million bushels in the previous year. Exports to The Netherlands increased sharply to 21.7 million bushels as compared with 11.2 million bushels in 1956-57. The increase was due to the Board being in a position during the crop year to offer The Netherlands substantial quantities of No. 5 Wheat. Exports were well maintained to Norway, Austria, Malta and other European destinations.

The U.S.S.R. purchased 14.8 million bushels of wheat from Canada in accordance with the Canadian-U.S.S.R. Agreement.

Exports to Poland declined from the level of recent years, amounting to 1.4 million bushels. France harvested a bumper wheat crop in 1957 and resumed her position as an exporting country.

Exports of wheat and wheat flour to Asia amounted to 82.8 million bushels as compared with 46.3 million bushels in the previous crop year. Asia represents the area of the largest increase in exports of wheat and flour in 1957-58. The important increase occurred in the case of Colombo Plan countries of India, Pakistan and Ceylon which received major assistance from Canada during the crop year as previously outlined in this report.

In commercial markets of Asia results were gratifying in 1957-58. Exports to Japan amounted to 38.7 million bushels as compared with 35.1 million bushels in the previous crop year. Early in 1958 Mainland China made inquiries for Canadian wheat and before the end of the crop year purchased 3.8 million bushels for shipment through Pacific Coast ports.

Owing to a poor harvest in 1957-58, Australia purchased 1.5 million bushels of wheat from Canada to supplement home requirements. Exports were well maintained to the Philippines, Israel, Hong Kong and Malaya. Increased exports of flour to Lebanon reflected Canadian assistance for Palestine refugees.

Exports to South American countries increased moderately during the crop year, amounting to 8.5 million bushels as compared with 6.6 million bushels. The increase was mainly in Venezuela and was in the form of wheat for the expanded milling industry in that market. Exports were well maintained to Peru and Ecuador.

Exports to Central America and the Caribbean Area are largely in the form of flour and showed a moderate increase in 1957-58.

Exports to Africa included 486,453 bushels of wheat to Rhodesia and 129,546 bushels of wheat to Portuguese East Africa. Remaining exports to Africa consisted mainly of wheat flour, the largest markets being Ghana, the Belgian Congo and Sierra Leone. Egypt also purchased the equivalent of 248,273 bushels of wheat flour.

United States imports of Canadian wheat for consumption (milling grades of wheat imported under the annual quota and feeding grades of wheat designated as unfit for human consumption) amounted to 5.4 million bushels as compared with 4.8 million bushels in the previous crop year. Exports of wheat for milling in bond and for re-export were 1.8 million bushels as compared with 1.1 million bushels. Flour exports were the equivalent of 1.8 million bushels; fractionally larger than in the previous crop year.

Wheat Exports by Ports*

Exports of wheat (including Ontario Winter Wheat) through Eastern Canadian ports for 1957-58 amounted to 120.4 million bushels, of which 92.1 million bushels were shipped through St. Lawrence ports. Shipments through Atlantic winter ports were 28.3 million bushels. Pacific Coast clearances of wheat amounted to a record 29.7 million bushels during 1957-58, and a record shipping programme was also established at Churchill with clearances reaching 18.4 million bushels. Shipments of wheat and flour to the United States for consumption amounted to 7.2 million bushels.

The annual reports covering Board operations for the past three crop years have reviewed in general terms the United States surplus disposal programmes. These programmes were continued during 1957-58 under increased appropriations by the United States Congress.

Surplus agricultural commodities, including grains, are disposed of in export markets under three types of programmes:

(1) *Disposal of Grains for Local Currencies:*

Title I—Public Law 480 and Section 402 of Public Law 665. Under these laws surplus agricultural commodities are sold abroad for the currency of the importing country, and the funds so acquired are utilized by the United States in that country for market development, purchase of strategic materials, military procurement, purchase of goods for other countries under mutual assistance programmes, grants for multi-lateral trade and economic development, loans for economic development within recipient countries and international educational exchange.

An amendment to Public Law 480 on June 30, 1958 authorized the use of foreign currencies to finance scientific activities. In some instances sales under these programmes have involved credit arrangements up to forty years, with the bulk of the funds left with the contracting government for economic development in that country.

From the inception of the programme in July, 1954 to the beginning of the 1957-58 crop year, a total of $3 billion had been appropriated by Congress for activities under Title I of Public Law 480. A further $1 billion was appropriated for use during 1957-58 and virtually all of this amount was allocated under contracts signed with foreign governments. As at June 30, 1958, 135 agreements had been entered into with 37 countries. Of the countries receiving surplus agricultural commodities, 27 obtained wheat and/or flour, and 15 obtained various feed grains.

From July, 1954 to date 616 million bushels of wheat or flour and 162 million bushels of feed grains have been disposed of. The recipient countries were: Austria, Bolivia, Brazil, Ceylon, Chile, China (Taiwan), Colombia, Ecuador, Egypt, Finland, Greece, Iceland, India, Indonesia, Iran, Israel, Italy, Japan, Korea, Mexico, Pakistan, Paraguay, Peru, Poland, Portugal, Spain, Turkey and Yugoslavia.

During the crop year 1957-58, 179 million bushels of wheat or flour were exported under Title I of Public Law 480. Congress has approved a further $2.25 billion to continue the programme to December 31, 1959.

Sales for local currencies under the provisions of Section 402 of Public Law 665 amounted to $43 million for food grains and feed grains during 1957-58. A minimum appropriation of $250 million annually is earmarked for surplus disposal activities under this legislation. In general, the foreign currencies are utilized for the same purposes as under Title I of Public Law 480. The commodity details of sales made under the programme are not available by country and, consequently, the amount of grain disposal in specific countries is not known.

(2) *Disposal of Grains for Famine and Disaster Relief:*

Title II—Public Law 480. Under this disposal plan surplus agricultural commodities are donated to relieve famine and disaster.

During 1957-58 a further appropriation of $300 million was granted, bringing the total funds appropriated to $800 million. Included in the programme is a provision whereby ocean freight costs may be paid on government shipments and on donation of surplus foods through voluntary agencies and inter-governmental organizations in the United States. Wheat and flour donations

*Source: Board of Grain Commissioners for Canada.

during the 1957-58 crop year amounted to $43 million exclusive of transportation costs, and feed grain donations totalled $19 million. Donations of cereals have been made to the following 29 countries: Austria, Czechoslovakia, Germany (Federal Republic), Germany (Soviet Occupied), Hungary, Italy, Yugoslavia, Libya, Morocco, Tunisia, Afghanistan, Ceylon, India, Iran, Jordan, Lebanon, Nepal, Pakistan, Turkey, Japan, Viet Nam, Bolivia, British Honduras, Costa Rica, Guatemala, Haiti, Honduras, Mexico and Peru.

(3) *Disposal of Grains under Barter Arrangements:*

Title III—Public Law 480. Under this law surplus agricultural commodities may be exchanged for strategic materials entailing less risk of loss through deterioration, or substantially less storage costs; or materials, goods or equipment required in connection with foreign economic and military aid and assistance; or materials or equipment required for off-shore construction.

During 1957-58 a total of 10 million bushels of wheat and 16 million bushels of feed grains were exported from the United States under this programme.

Under the original programme barter contracts provided for the delivery of specified materials to the Commodity Credit Corporation with payment in surplus agricultural commodities which were exported by the contractor. The origin of materials and the destination of agricultural commodities were limited to friendly countries but were not required to be identical.

In May, 1957 the American administration revised its regulations with respect to the barter programme in order to tighten control over barter contracts and insure that each contract resulted in a net increase in exports of agricultural commodities involved. As a result the barter programme of the 1957-58 crop year was reduced considerably from the extensive programme of the previous crop year.

Under these revised regulations the contracting countries were separated into two groups:

(a) Countries where United States commercial trade in wheat, feed grains or cotton is negligible, and where shipments of these products under the barter programme could be assumed to represent additional marketings;

(b) Countries considered to be dollar markets for the United States agricultural products, to which shipments under barter contracts could be made only if such shipments represented net additions to United States exports. A written statement to this effect had to be submitted to the Commodity Credit Corporation by a responsible official of the importing country before a contract was validated. The Commodity Credit Corporation had to be fully assured that exports under the programme did not, in fact, displace normal commercial marketings of the United States.

In November, 1958 the barter programme was again revised and barter contractors are no longer required to obtain certificates of additionality in the form of written statements by responsible officials of importing countries that the commodities to be imported be a net addition to United States exports to the recipient countries.

To expedite barter transactions three classifications of acceptable barter outlets for agricultural commodities have been set up. These classifications are designated as "A", "B" and "C". Each designation involves a combination of an importing country and a specified agricultural commodity or group of commodities. An "A" designation indicates a higher potential as a dollar market for a specific agricultural commodity than a "B" designation, and a "B" higher than a "C".

Barter contracts involving either an "A" or "B" commodity-country designation may be either "bilateral" or "multilateral" but not "open end". A "bilateral" contract is one under which the agricultural commodity moves to the same country from which the material comes. Under a "multilateral" contract the material may come from a country other than the one to which the agricultural commodity moves, but the importation of the material must be tied directly to the agricultural export through auxiliary transactions involving named third countries. Barter contracts involving only "C" commodity-country designations may be "open end"; that is, the commodity to be exported and the country of destination need not be named in advance, and the material to be imported may be from any source country in the free world.

Other general barter requirements are applicable to the modified barter programme. These include, among others, customary barter contract provisions prohibiting the trans-shipment of the agricultural commodities from the approved import destinations, the posting of letters of credit for commodities received in advance of delivery of bartered materials, payment of interest on the value of such commodities, and shipment of at least fifty per cent of the materials involved in privately-owned United States flag vessels.

A total of 49 countries have received surplus agricultural commodities under this programme but the details by country of destination have not been made public.

Utilization of Special Account

Section 29A of the Canadian Wheat Board Act provides that unclaimed balances in the hands

the Board which are six years old or more may, with the approval of Governor in Council, be transferred to a Special Account. The Act specifically sets forth that these funds shall be used "for such purposes as the Governor in Council upon the recommendation of the Board may deem to be for the benefit of producers."

From funds derived from the Special Account the Board continued its policy of providing the opportunity for missions from important grain importing countries to visit Canada. The purpose of these missions is to enable visitors to see at first hand the methods employed in the production, handling, storing, milling and processing, and merchandising of western grain. Provision is made whereby visiting missions can inspect the Canadian elevator system and, particularly, the movement of western grain to seaboard and port facilities available in Canada. Members of missions may also explore special fields in connection with the marketing of Canadian wheat and wheat products.

During 1958 four missions came to Canada under this programme. The missions were from:

(1) *Japan*—Representing the baking industry of that country.

(2) *Scotland*—Representing the Scottish Co-operative Wholesale Society Limited, Glasgow.

(3) *Germany*—Consisting of cereal chemists from important German flour mills and a representative of the Ministry of Food, Agriculture and Forestry.

(4) *Switzerland*—Representing the Swiss Federal Cereals Administration.

In arranging programmes for visiting missions, the grain trade in Winnipeg and elsewhere, and other interests in Canada, co-operated generously. The Board would like to acknowledge the assistance of the following organizations in connection with the 1958 missions: the Board of Grain Commissioners for Canada, including the Grain Inspection Branch and the Research Laboratory; the Dominion Laboratory of Plant Pathology, Winnipeg; the Dominion Laboratory of Cereal Breeding, Winnipeg; the Plant Products Division, Production Services, Department of Agriculture, Winnipeg; the Experimental Farm Services, Department of Agriculture, Ottawa; the Department of Trade and Commerce, Ottawa; the National Harbours Board, Montreal and Churchill; the Provincial Wheat Pools in Calgary, Regina and Winnipeg; the United Grain Growers Limited, Winnipeg; the milling and baking industries; and the Canadian grain trade throughout Canada.

During 1957-58 the Board was authorized to pay certain administrative and legal expenses pursuant to the Prairie Grain Advance Payments Act from funds of the Special Account.

Sales Promotion

Early in 1957-58 the Honourable Gordon Churchill, Minister of Trade and Commerce, accompanied by Board representatives, carried out a sales mission to the United Kingdom and principal importing markets of Western Europe.

Members and officials of the Board maintained close contact with overseas wheat and flour markets. During the crop year members and officers of the Board visited the United Kingdom, The Netherlands, Belgium, France, Germany, Switzerland, Poland, Czechoslovakia, Ireland, Portugal, Spain, Denmark, Finland, Sweden, Norway, Italy, Austria, Japan, Hong Kong and the Philippines.

With the co-operation of the Department of Trade and Commerce, a mission representing the Department, the flour milling industry and the Board visited the West Indies and the Caribbean Area in the interests of increasing flour sales. In addition to the West Indies and British Guiana, the mission visited Venezuela, Haiti and Cuba.

The London and Rotterdam offices of the Board maintained close liaison with importing countries in Western Europe.

The Canadian Wheat Board film continued to circulate in most importing countries. The film is available in the French, German, Portuguese, Italian, Polish and Japanese languages. A version of the film in the Dutch language was authorized during the year.

In the marketing of wheat and other grains the Board wishes to acknowledge the co-operation which it received from grain shippers and exporters, and the Canadian milling industry.

The Board also wishes to acknowledge the assistance which it received throughout the crop year from the Grain Division, Department of Trade and Commerce, and the Canadian Trade Commissioners' Service, at Ottawa. These agencies were very helpful in facilitating the marketing of Canadian wheat and flour.

8. 1957-58 Pool Account—Oats

Policy

By authority of Order in Council P.C. 1957-820, June 13, 1957 Parts III and IV of the Canadian Wheat Board Act were extended to oats for the crop year 1957-58. By the same authority the initial price for oats was established at 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur. Initial prices for other grades were established by the Board and approved by Orders in Council.

Board Receipts

The following table shows Board receipts from Producers, by months, from August 1, 1957 to July 31, 1958:

	Bushels
August, 1957	2,286,853.0
September	9,381,661.1
October	6,780,065.2
November	5,038,173.4
December	3,177,979.6
January, 1958	3,028,039.7
February	1,700,407.0
March	1,818,162.7
April	1,852,914.8
May	3,803,192.7
June	6,409,312.2
July	12,573,009.1
TOTAL	57,849,770.5

Producers delivered 57.8 million bushels of oats to the 1957-58 Pool as compared with 69.0 million bushels to the previous Pool. Deliveries of oats were relatively large in the fall months and following the opening of navigation in 1958.

Grade Pattern of Board Receipts

The following table shows Board receipts of oats from producers by principal grades, along with the percentage of total receipts of each grade:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W.	89,740.1	.16
No. 3 C.W.	5,530,843.0	9.56
Extra No. 1 Feed	13,120,577.5	22.68
No. 1 Feed	36,250,194.7	62.66
No. 2 Feed	2,267,272.0	3.92
No. 3 Feed	279,889.5	.48
Other grades	311,253.7	.54
TOTAL	57,849,770.5	100.00

Slightly over 67 per cent of Board receipts of oats in 1957-58 consisted of the grades No. 1 Feed, No. 2 Feed and No. 3 Feed. As compared with the previous crop year, receipts of No. 2 Canada Western and No. 3 Canada Western were relatively small. Deliveries of Extra No. 1 Feed Oats were comparable with the previous crop year and constituted 22.7 per cent of producers' marketings.

1957-58 Pool Account—Oats

The following table shows the operating position of the 1957-58 Oats Pool from August 1, 1957 to July 31, 1958:

	Bushels		
1. Oats acquired by the Board:			
(a) Producers' deliveries August 1, 1957 to July 31, 1958		57,849,770.5	
(b) Oats otherwise acquired	①	41.0	
(c) Purchased from 1956-57 Pool Account—Oats		2,540,000.0	
Total oats acquired		60,389,811.5	
		(Value)	(Value)
2. Cost of oats acquired			$33,588,177.28
3. Proceeds of sales and value of unsold stocks of oats as at July 31, 1958:			
(a) (i) Completed sales at realized prices		$12,738,540.64	
(ii) Uncompleted sales at contract prices		49,414.24	
Total proceeds from sales		12,787,954.88	
(b) Value of unsold stocks of oats at cost		22,134,960.69	34,922,915.57
4. Gross surplus as at July 31, 1958			1,334,738.29
5. Operating costs—August 1, 1957 to July 31, 1958:			
(a) Carrying charges including terminal storage		3,460,806.11	
(b) Interest and bank charges		108,609.84	
(c) Freight recovered on export oats		(9,470.93)	
(d) Brokerage and Clearing Association charges		8,044.88	
(e) Administrative and general expenses		195,794.01	3,763,783.91
6. Debit balance in the 1957-58 Pool Account—Oats, as at July 31, 1958, after valuing stocks of oats on hand at cost prices basis in store Fort William/Port Arthur			$ 2,429,045.62

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

Comment on the Operating Statement—1957-58 Pool Account—Oats

The table on the preceding page sets forth the operating position of the 1957-58 Oats Pool from August 1, 1957 to July 31, 1958. The interim nature of the statement is emphasized by the following facts:

(1) During 1957-58 sales of oats, with minor exceptions, were credited to the 1956-57 Pool Account from August 1, 1957 to May 9, 1958. The selling period of the 1957-58 Pool Account only extended over the period of the final twelve weeks of the crop year and in this period sales credited to the 1957-58 Pool Account were, therefore, relatively small (20.2 million bushels). ①

(2) The inventory in the 1957-58 Pool Account as at July 31, 1958 was relatively large (40.2 million bushels), ① reflecting the delayed closing of the 1956-57 Pool Account. For the purposes of the foregoing operating statement unsold stocks of oats as at July 31, 1958 were valued at their acquired cost.

Having regard to the foregoing qualifications, the 1957-58 Oats Pool showed a debit balance as at July 31, 1958 of $2,429,045.62.

The 1957-58 Oats Pool consisted of 60.4 million bushels. Producers' deliveries to the Pool between August 1, 1957 and July 31, 1958 amounted to 57.8 million bushels. A total of 2.5 million bushels was transferred from the 1956-57 Pool as at May 9, 1958. A small amount of oats was acquired from others than producers.

Operating costs chargeable to the 1957-58 Pool to July 31, 1958 were $3,763,783.91. The principal item of these costs was carrying charges on oats stored in country and terminal elevators. These costs amounted to $3,460,806.11 and were the equivalent of 5.982 cents per bushel on producers' deliveries to the Pool, reflecting the relatively large volume of oats on carrying charges throughout the crop year. Interest and bank charges amounted to $108,609.84. Brokerage and Clearing Association charges were $8,044.88, and administrative and general expenses charged to the 1957-58 Oats Pool were $195,794.01. Freight recoveries on export oats resulted in a credit item of $9,470.93.

General Comment on the Marketing of Oats—1957-58

Commercial supplies of oats in Canada on August 1, 1957 were 54.1 million bushels, and on the same date farm stocks of oats were about 100 million bushels larger than on August 1, 1956, according to estimates of the Dominion Bureau of Statistics. The sharp increase in farm stocks of oats partially offset the smaller oats crop harvested in 1957. Oats production in the prairie provinces in 1957 was estimated at 234 million bushels as compared with 400 million bushels in 1956.

The commercial supply position for 1957-58 is summarized as follows:

	Million Bushels
Commercial carryover—July 31, 1957	54.1
Producers' deliveries—1957-58 Pool Account	57.9
Total	112.0

Commercial supplies of oats for the crop year were 112.0 million bushels. As in immediately preceding crop years commercial supplies were in excess of markets available.

While exports of oats improved moderately in 1957-58, total exports remained at the relatively low level of recent years. The following table shows exports of oats for the crop year 1957-58, along with comparative statistics for 1956-57:*

	1957-58	1956-57
	(million bushels)	
United States	21.6	17.6
United Kingdom	3.9	.1
Others	.4	.6
Total	25.9	18.3

As shown by the above table exports of oats in 1957-58 amounted to 25.9 million bushels as compared with 18.3 million bushels in 1956-57. The United States continued to be the principal market for Canadian export oats. The volume of exports to the United States, however, reflected large supplies of feed grains available in that country. During 1957-58 the United Kingdom was an important market for Canadian oats, taking 3.9 million bushels. Small amounts of oats went to other countries in both crop years.

As in immediately preceding crop years, the domestic market provided the largest outlet for western oats. Approximately 40 million bushels of western oats were used in the domestic market in 1957-58.

The following table shows the monthly average Board quotations for No. 1 Feed Oats, along with high and low prices recorded in each month from August 1, 1957 to July 31, 1958 (all prices basis in store Fort William/Port Arthur):

①See Exhibit III.

*Source: Board of Grain Commissioners for Canada.

	High	Low	Average
	(cents per bushel)		
August, 1957	65¾	65¼	65½
September	68	65½	67¼
October	66½	65	65⅝
November	66¾	66¼	66⅝
December	66¾	66¼	66⅜
January, 1958	67¼	65½	66⅜
February	67	66	66⅝
March	66¼	65	65½
April	65¼	63¾	64⅞
May	65¼	64½	64⅞
June	71¼	65¼	66⅜
July	76¼	71¾	73¾

Board asking prices for No. 1 Feed Oats, basis in store Fort William/Port Arthur, fluctuated within narrow limits during 1957-58. During the first eleven months of the crop year monthly average Board quotations for No. 1 Feed Oats ranged between 64⅞ cents per bushel and 67¼ cents per bushel. During July, 1958 Board asking prices increased to the high point of the year, reflecting the prolonged drought in the prairie provinces.

In regard to the marketing of oats, some further comment is warranted. In the past four crop years from 1954-55 to 1957-58, inclusive, exports of oats averaged 17.4 million bushels. In the four-year period from 1950-51 to 1953-54, inclusive, average oats exports were 59.8 million bushels.

For the past four crop years, including the crop year under review, export markets for oats have been limited. The main factors in this limitation have been the adequate feed grain supplies in the United States, relatively low price levels in terms of the Canadian dollar and an import duty which must be absorbed by the seller. Only on occasion do Canadian oats move overseas in volume. Ordinarily, Canadian oats have difficulty competing in European markets because of high forwarding costs in relation to the value of the product.

Taking a broad view of the oats position it is apparent that, with exports at existing levels, there is an annual market for approximately 70 million bushels of oats, including domestic requirements. Supplies have been in excess of this figure.

The market situation for oats has an adverse effect upon the quantities of oats which producers can deliver during this period of elevator congestion, and has an effect upon the pooling operations of the Board in respect to the volume of oats sales, the prices which may be obtained for oats and carrying charges incurred. The Board recognizes that many producers in the prairie provinces are dependent upon oats as a cash crop and, therefore, has continued to provide for the marketing of moderate quantities of oats even though commercial supplies have been for some time in excess of available markets.

The domestic demand for oats is relatively constant and an improvement in the oats position is dependent upon increased exports, particularly to the United States.

9. 1957-58 Pool Account—Barley

Policy

In accordance with Order in Council P.C. 1957-820, June 13, 1957 Parts III and IV of the Canadian Wheat Board Act were extended to barley for the crop year 1957-58. The same Order in Council provided for an initial price for barley of 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur. Initial payments for all other grades of barley were established by the Board and approved by Orders in Council.

Board Receipts

The following table shows receipts of barley from producers, by months, from August 1, 1957 to July 31, 1958:

	Bushels
August, 1957	641,772.1
September	7,395,460.8
October	13,163,501.7
November	11,826,579.1
December	8,943,694.7
January, 1958	9,143,079.5
February	4,980,333.0
March	5,827,530.5
April	4,154,953.1
May	8,038,907.7
June	20,310,801.5
July	21,982,515.7
Total	116,409,129.4

Producers delivered 116.4 million bushels of barley to the Board in 1957-58 as compared with 120.6 million bushels in 1956-57. Deliveries were relatively heavy following the 1957 harvest, reflecting in part the volume of barley which was accepted by maltsters, shippers and exporters as suitable for malting. Producers' marketings were steady during the winter months and increased sharply in the final two months of the crop year.

Grade Pattern of Board Receipts

The following table shows the principal grades of barley delivered by producers in 1957-58:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W. Six-Row	5,561,196.0	4.78
No. 3 C.W. Six-Row	26,729,648.0	22.96
No. 4 C.W. Six-Row	2,955,915.8	2.54
No. 2 C.W. Two-Row	430,805.1	.37
No. 3 C.W. Two-Row	10,715,976.2	9.21
No. 1 Feed	52,824,531.8	45.38
No. 2 Feed	14,235,703.1	12.23
No. 3 Feed	1,837,127.7	1.57
Other grades	1,118,225.7	.96
TOTAL	116,409,129.4	100.00

About 60 per cent of producers' deliveries of barley consisted of feeding grades and about 40 per cent consisted of industrial grades, including both Two-Row and Six-Row varieties. Receipts of No. 3 C.W. Six-Row Barley were substantially smaller than in the previous crop year, comprising 23 per cent of total deliveries. As compared with the previous year producers' deliveries of No. 2 C.W. Six-Row Barley and No. 3 C.W. Two-Row Barley were significantly larger.

1957-58 Pool Account—Barley

The following table shows the operating position of the 1957-58 Barley Pool from August 1, 1957 to July 31, 1958:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries August 1, 1957 to July 31, 1958	116,409,129.4	
(b) Barley otherwise acquired ①	1,668.1	
(c) Purchased from 1956-57 Pool Account—Barley	964,692.3	
Total barley acquired	117,375,489.8	
	(Value)	(Value)
2. Cost of barley acquired		$104,144,795.89
3. Proceeds of sales and value of unsold stocks of barley as at July 31, 1958:		
(a) (i) Completed sales at realized prices	$70,517,130.91	
(ii) Uncompleted sales at contract prices	13,139,746.56	
Total proceeds from sales	83,656,877.47	
(b) Value of unsold stocks of barley stated at cost	28,331,056.84	111,987,934.31
4. Gross surplus as at July 31, 1958		7,843,138.42
5. Operating costs—August 1, 1957 to July 31, 1958:		
(a) Carrying charges including terminal storage	3,662,024.22	
(b) Interest and bank charges	(2,649.11)	
(c) Freight recovered on export barley	(220,940.28)	
(d) Diversion charges on export barley	54,156.83	
(e) Drying charges	11,792.36	
(f) Brokerage and Clearing Association charges	7,384.34	
(g) Administrative and general expenses	381,974.15	3,893,742.51
6. Credit balance in the 1957-58 Pool Account—Barley, as at July 31, 1958, after valuing stocks of barley on hand at cost prices basis in store Fort William/Port Arthur		$ 3,949,395.91

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

Comment on the Operating Statement—1957-58 Pool Account—Barley

The table on the preceding page shows the operating position of the 1957-58 Barley Pool to July 31, 1958. The 1957-58 Barley Pool consisted of 117,375,489.8 bushels. Of this quantity, 116,409,129.4 bushels were delivered by producers, 964,692.3 bushels were transferred from the 1956-57 Pool and a relatively small amount of barley was acquired from others than producers. The 1956-57 Pool Account was closed on May 9, 1958 and therefore part of Board sales during the crop year (principally feed grades) was credited to this account.

It has been the practice of the Board to credit sales of barley accepted for malting, or other industrial uses, to the crop account to which such barley was delivered by producers. Therefore, grades of barley delivered by producers in 1957-58 and accepted for malting were credited to the 1957-58 Pool Account even though these sales were made prior to the closing of the 1956-57 Pool Account.

From August 1, 1957 to July 31, 1958 completed sales of barley for the account of the 1957-58 Pool were 71,560,359.8 bushels. In addition, the Board had uncompleted sales of cash barley on its books as at July 31, 1958 in the amount of 12,903,984.3 bushels. Weight losses in drying amounted to 6,568.4 bushels.

The inventory in the 1957-58 Pool Account as at July 31, 1958 was 32,904,577.3 bushels. This inventory was valued at cost.

Operating costs of the 1957-58 Pool Account to July 31, 1958 amounted to $3,893,742.51. These costs consisted principally of carrying charges on barley stored in country and terminal elevators and amounted to $3,662,024.22, or 3.146 cents per bushel on producers' deliveries to the Pool. Interest and bank charges resulted in a credit item of $2,649.11. Freight recoveries on shipments of barley to Pacific Coast ports for export provided a credit item of $220,940.28. Diversion charges on barley shipped to Pacific Coast ports for export were $54,156.83. Drying charges amounted to $11,792.36, while brokerage and Clearing Association charges were $7,384.34. Administrative and general expenses to July 31, 1958 amounted to $381,974.15.

After applying the proceeds of sales to July 31, 1958, valuing the inventory at cost and allowing for operating costs as recorded above, the 1957-58 Barley Account showed a credit balance of $3,949,395.91 as at July 31, 1958.

General Comment on the Marketing of Barley—1957-58

The crop year 1957-58 was characterized by the excellent movement of barley into consumption in Canada and into export trade. Commercial utilization reached a level of about 120 million bushels.

During the crop year there was a continuous flow of export barley through Pacific Coast ports, shipments amounting to 30.3 million bushels. The eastward shipments through St. Lawrence and Atlantic seaboard ports amounted to 23.4 million bushels and were largely concentrated in the May-July period, 1958. These two export shipping programmes, combined with exports of malting barley to the United States and a substantial utilization of barley in Canada for industrial and feeding purposes, formed the basis for a large and continuous movement of barley in 1957-58.

The following table shows exports of barley in 1957-58, along with comparative figures for the previous crop year:

	1957-58	1956-57
	(million bushels)	
United Kingdom	36.7	32.4
United States	21.5	21.6
Japan	10.2	12.2
U.S.S.R.	4.9	—
Germany	.9	9.2
Netherlands	.6	.4
Belgium	.1	.7
Others	.2	.4
Total	75.1	76.9

Exports of barley in 1957-58 were 75.1 million bushels as compared with 76.9 million bushels in the previous crop year. The United Kingdom was the largest market for Canadian barley, exports to that country amounting to 36.7 million bushels which represented a moderate increase over the previous crop year. Exports of barley to the United States were 21.5 million bushels as compared with 21.6 million bushels in the previous crop year. As usual the United States imports consisted of barley suitable for malting purposes. Japan was the third largest importer of Canadian barley, taking 10.2 million bushels as compared with 12.2 million bushels in the previous crop year. Barley exports to the U.S.S.R. amounted to 4.9 million bushels. Smaller exports of barley went to Germany, The Netherlands and Belgium.

The following table shows monthly average Board quotations for No. 1 Feed Barley, along with high and low prices recorded each month from August 1, 1957 to July 31, 1958 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1957	93½	93	93⅛
September	93	93	93
October	93	89	91¾
November	90¼	89	89¾
December	90½	89¾	90⅜
January, 1958	90½	87¾	89¼
February	89½	88¾	89¼
March	88¾	87¼	88
April	90¾	87¼	88⅜
May	91¾	88½	90¼
June	96½	89¾	91⅝
July	98	95¼	96½

Board offering prices for barley fluctuated within narrow limits in 1957-58. From a level of 93 cents per bushel, basis No. 1 Feed in store Fort William/Port Arthur, Board quoted prices for the same grade worked gradually lower until April, 1958 when the season's low price of 87¼ cents per bushel was reached. Board quotations increased slightly in May and June and reached the high point of the year in July, 1958.

It is important to note that the level of barley prices was considerably lower during the crop year 1957-58 than during 1956-57. In the early part of the year Board monthly average offering prices ranged from 11 to 14 cents per bushel lower than for the same period in 1956-57. The spread in prices between the two crop years narrowed gradually during the last half of the crop year, and only in July, 1958 did Board offering prices exceed those of the corresponding period in 1956-57. Barley prices in 1957-58 reflected highly competitive conditions in both domestic and export markets.

During the fall of 1957 the Board made provision for stocks of barley to be placed in eastern positions on a provisional sale basis. Only a small amount of barley (530,212 bushels) was moved on this basis in 1957-58.

In 1957-58 exports of barley were at a high level for the seventh consecutive crop year. The following table shows producers' deliveries of barley to the Board and exports of barley for the seven-year period from 1951-52 to 1957-58, inclusive:

	Board Receipts	Exports
	(million bushels)	
1951-52	130.6	69.9
1952-53	164.9	118.9
1953-54	101.2	90.0
1954-55	112.4	77.1
1955-56	113.9	64.3
1956-57	120.6	76.9
1957-58	116.4	75.1
TOTAL	860.0	572.2

During these seven crop years producers delivered 860.0 million bushels of barley to the Board, or an average of 122.8 million bushels per crop year. During the same period exports of barley were 572.2 million bushels, or an average of 81.7 million bushels per crop year. Of the 860.0 million bushels of barley delivered by producers, 572.2 million bushels were exported, 263 million bushels were used in the domestic market and about 25 million bushels were part of commercial stocks as at July 31, 1958. The foregoing statistics indicate that the production and marketing of barley have come to occupy an important place in the cereal industry of the prairie provinces.

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10. Payment Division

The following table shows the major payments completed during the crop year 1957-58:

	Date First Cheques Mailed	Date Completed	Number of Cheques Issued	Total Value of Cheques Issued
1956-57 Pool Account—Wheat:				
Interim Payment	Feb. 17, 1958	Mar. 12, 1958	285,090	$ 39,160,395.34
Final Payment	June 13, 1958	July 4, 1958	285,190	25,083,690.12
1956-57 Pool Account—Barley:				
Final Payment	May 28, 1958	June 12, 1958	158,673	7,570,416.35
			728,953	$71,814,501.81

The Payment Department also issued 65 cheques (value $2,003.01) applicable to the 1940, 1941, 1942, 1943 and 1944 Wheat Accounts; and 130 cheques (value $15,993.83) covering Adjustment Payments and the Final Payment applicable to the 1945-49 Pool Account—Wheat.

11. Legal Department

The Legal Department dealt with all matters of a legal nature affecting the operations of the Board and continued to assist the Payment Department in connection with payments to the estates of deceased persons.

During the crop year, 194 individuals were prosecuted in connection with breaches of the Act and Regulations as compared with 402 individuals prosecuted during the 1956-57 crop year.

12. The Canadian Wheat Board

Effective April 30, 1958 Mr. George McIvor resigned as Chief Commissioner. In June, 1958 Mr. W. C. McNamara, formerly Assistant Chief Commissioner, was appointed Chief Commissioner of the Board, and Mr. W. Riddel, formerly Commissioner, was appointed Assistant Chief Commissioner. Mr. W. E. Robertson continued as Commissioner. In July, 1958 Mr. John T. Dallas was appointed Commissioner and assumed his new duties on September 1, 1958. Mr. Dallas was formerly Executive Vice-President and Director of the Continental Grain Company (Canada) Limited.

The Commissioners, officers and staff of the Board wish to record their appreciation of the distinguished services rendered to the Board by Mr. George McIvor. When The Canadian Wheat Board was established in 1935, Mr. McIvor was appointed General Sales Manager. Late in 1935 he was appointed Assistant Chief Commissioner and in 1937 was appointed Chief Commissioner, a position which he held until his retirement in April last.

13. Staff and Officers

The following table shows the number of employees of the Board as at July 31, 1958 and July 31, 1957:

	July 31 1958	July 31 1957
Winnipeg	679	646
Calgary	31	34
Vancouver	17	17
Montreal	4	5
London, England	3	3
Rotterdam, Netherlands	2	2
TOTAL	736	707

On July 31, 1958 the Board had 736 employees as compared with 707 on July 31, 1957. The increase in staff occurred in the Winnipeg office and was due to the work involved in the administration of the Prairie Grain Advance Payments Act.

In the fall of 1958 the following senior members of the Board staff in Winnipeg retired after long and efficient service: H. G. Fraser, Cashier and Accountant; W. B. Robbins, Manager, Country Operations Department; A. M. McGregor, Assistant Manager, Country Operations Department.

Mr. C. A. McLean was appointed Manager, Country Operations Department, to succeed Mr. Robbins, and Mr. C. S. Andrews became Assistant Manager, Country Operations Department, to succeed Mr. McGregor. The appointment of Mr. McLean and Mr. Andrews represented promotions within the Country Operations Department.

14. Advisory Committee

The Advisory Committee was reorganized during 1957-58 following the resignations of Mr. Ben Plumer, Mr. C. P. Hansen and Mr. R. C. Marler. Mr. A. P. Gleave, Biggar, Saskatchewan, Mr. G. L. Harrold, Lamont, Alberta, and Mr. A. W. Platt, Edmonton, Alberta were appointed to the vacancies on the Committee. Two meetings of the Advisory Committee were held during 1957-58.

The members of the Advisory Committee are: Mr. J. H. Wesson, Regina, Saskatchewan; Mr. J. E. Brownlee, Q.C., Winnipeg, Manitoba; Dr. W. J. Parker, Winnipeg, Manitoba; Mr. A. P. Gleave, Biggar, Saskatchewan; Mr. G. L. Harrold, Lamont, Alberta; and Mr. A. W. Platt, Edmonton, Alberta.

PART II

FINANCIAL STATEMENTS

The financial statements of The Canadian Wheat Board for the crop year ended July 31, 1958 are presented in this section of the Report. They consist of a Consolidated Balance Sheet (Exhibit I) which sets forth the financial position of the Board as at the foregoing date, together with other statements showing the results of Board operations to the close of the crop year, all as tabulated in the index preceding the financial statements and as discussed in Part I of this Report.

Due to the large volume of grain remaining unsold in the 1957-58 Pool Accounts for wheat, oats and barley, it was decided that it would be advisable to defer the closing of these accounts and hence none of these accounts have been finalized as at the date of this Report.

CONSOLIDATED BALANCE SHEET

The consolidated financial position of The Canadian Wheat Board as at July 31, 1958 is set forth in Exhibit I. With respect to some of the items appearing in the Consolidated Balance Sheet the following comments are submitted.

Stocks of Grain—$618,245,201.48

WHEAT STOCKS—$554,590,023.15

As at July 31, 1958 the total stocks of wheat held by the Board amounted to 415,416,314.3 bushels. Of this amount 69,926,161.4 bushels had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The remaining inventory of wheat amounting to 345,490,152.9 bushels consists of the following:

Balance of stocks transferred from the 1956-57 Pool Account		14,940,712.0
Balance of purchases from producers on the 1957-58 Pool Account:		
Unsold stocks	328,925,981.7	
Stocks which have been sold, but on a deferred price basis	51,459.7	
	328,977,441.4	
Net bushels acquired from the adjustments of overages and shortages, etc., at country and terminal elevators on the 1957-58 Pool Account	1,573,562.3	
	330,551,003.7	
Less: Weight losses in transit and in drying	1,562.8	330,549,440.9
		345,490,152.9

These stocks were in store country elevators, in store terminal elevators and mills, in transit and in the custody of Agents. In accordance with accepted accounting practice and consistent with the procedure followed in previous crop years this portion of the inventory has been valued at cost. With respect to the balance of stocks of 14,940,712.0 bushels transferred from the 1956-57 Pool Account as at May 9, 1958 and which were still on hand as at July 31, 1958, cost is the price at which the transfer of unsold stocks from the 1956-57 Pool Account was made, namely, the Board's quoted prices as at the close of business May 9, 1958. Relevant to the item in the inventory of 330,549,440.9 bushels which includes 51,459.7 bushels which had been sold, but on a deferred price basis, cost is the Board's initial price paid to producers for the 1957-58 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Stocks in the custody of Agents represent wheat provisionally invoiced to Agents of the Board and for which the Board will receive a final accounting in respect to the ultimate disposition of these stocks. The Board receives an advance from its Agents for wheat invoiced on a provisional price basis and, as at July 31, 1958, this advance was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. With respect to stocks invoiced on a provisional price basis to mills this advance was $1.60 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or

Vancouver. As at July 31, 1958 advances received by the Board from its Agents totalled $115,414,934.69 as shown in Exhibit I.

OATS AND BARLEY STOCKS—$63,655,178.33

Stocks of oats and barley held by the Board as at July 31, 1958 and which were in store country and terminal elevators and in transit amounted to 40,232,276.7 bushels and 45,808,561.6 bushels respectively. Of these amounts 66,643.7 bushels of oats and 12,903,984.3 bushels of barley had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The balance of the coarse grain inventories amounting to 40,165,633.0 bushels of oats and 32,904,577.3 bushels of barley was comprised of the following:

	Oats	Barley
Balance of purchases from producers on the 1957-58 Pool Account	40,165,592.0	32,909,477.6
Stocks acquired from other than producers	41.0	1,668.1
	40,165,633.0	32,911,145.7
Less: Weight losses in transit and in drying	Nil	6,568.4
	40,165,633.0	32,904,577.3

In accordance with accepted accounting practice these portions of the inventories of oats and barley have been valued at cost. Cost is the Board's initial price paid to producers for oats and barley in the 1957-58 Crop Year. For oats this price was 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and for barley 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

Accounts Receivable—$2,582,068.40

This item consists principally of amounts due from Agents of the Board in respect to sales which had been completed as at July 31, 1958, but for which final accountings were not received until subsequent to that date, and forwarding charges recoverable in respect to stocks of wheat held by the Board in store Atlantic Seaboard Ports. The balance of this amount comprises sundry accounts payable to the Board which were not collected until subsequent to the year-end date.

Grain Trade Memberships—$20,810.09

The Canadian Wheat Board owns ten memberships in the Winnipeg Grain Exchange, one in the Vancouver Grain Exchange, one in the Winnipeg Grain and Produce Exchange Clearing Association Limited and one in the Lake Shippers' Clearance Association. These memberships are stated at cost less recorded dividends to July 31, 1958.

The Canadian Wheat Board Building, at cost less depreciation—$356,400.00

Under the authority of Order in Council P.C. 146/2800 the Board purchased The Canadian Wheat Board Building on August 31, 1946 at a cost of $450,000.00 for the land and buildings.

In accordance with instructions received from the Government of Canada the Board paid to the City of Winnipeg and the City of Calgary grants of $34,267.82 and $834.57 respectively, in lieu of realty and business taxes on The Canadian Wheat Board Building and on premises rented by the Board in the City of Winnipeg and in lieu of business taxes on premises rented by the Board in the City of Calgary, but without admitting any liability for such taxes. These grants totalled $35,102.39 and of this amount $20,474.30 has been applied to Board operations for the period from January 1, 1958 to July 31, 1958. The balance of $14,628.09 has been deferred and will be charged to the operations of the Board for the 1958-59 Crop Year. This latter figure is included in the item of $19,327.29 as shown in the Consolidated Balance Sheet. Depreciation has been provided on The Canadian Wheat Board Building for the year ended July 31, 1958 at the rate of 2% per annum amounting to $7,800.00. The amounts for depreciation and taxes $7,800.00 and $20,474.30 are included in the item of $219,151.24 as shown in Exhibit VII.

Bank Loans—$104,875,335.72

During the crop year under review payments were made to producers involving a cash distribution of $71,814,501.81 consisting of the following:

INTERIM PAYMENT		
1956-57 Pool Account—Wheat		$39,160,395.34
FINAL PAYMENTS		
1956-57 Pool Account—Wheat	$25,083,690.12	
1956-57 Pool Account—Barley	7,570,416.35	32,654,106.47
		$71,814,501.81

At the commencement of the crop year Board borrowings from the Chartered Banks amounted to $86,935,362.07 and during the 1957-58 Crop Year the Board's cash requirements remained at a high level in order to carry abnormally large stocks of wheat, oats and barley, to distribute payments to producers and to meet current operating expenses. Consequently, the Board remained in a borrowing position with the Chartered Banks throughout the whole of the 1957-58 Crop Year. Board borrowings from the Chartered Banks reached a maximum of $133,429,080.49 on March 26, 1958, but had declined to $104,875,335.72 as at July 31, 1958. The interest rate in effect as at July 31, 1958 on Board loans from the Chartered Banks was 4% per annum.

Liability to Agents—$388,579,321.73

Grain Companies acting in the capacity of Agents of the Board accept deliveries from producers at country elevators and on behalf of the Board pay the producers basis the Board's initial price in effect. Settlement is not made by the Board for these purchases until delivery to the Board is completed by its Agents at terminal or mill positions. Liability to Agents amounting to $388,579,321.73 represents the amount payable by the Board to its Agents for purchases of wheat, oats and barley from producers at country elevator points to July 31, 1958 for which delivery to and settlement by the Board will be completed subsequent to the year-end date.

Amounts Due to Producers

ADJUSTMENT PAYMENTS

There were no adjustment payments authorized on the 1957-58 Pool Accounts for wheat, oats and barley, but in respect to adjustment payments which had been authorized on previous pool accounts there was still outstanding as at July 31, 1958 the sum of $604,451.91 consisting of the following:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
Balance payable on the three adjustment payments authorized on the 1945-49 Pool Account	$550,646.04	$37,017.37	$587,663.41
1950-51 Pool Account		3,835.46	3,835.46
1951-52 Pool Account		4,098.12	4,098.12
1952-53 Pool Account		2,580.73	2,580.73
	550,646.04	47,531.68	598,177.72
COARSE GRAINS			
1950-51 Pool Account—Oats		737.68	737.68
1950-51 Pool Account—Barley		905.39	905.39
1951-52 Pool Account—Barley		627.19	627.19
1952-53 Pool Account—Barley		1,006.68	1,006.68
1954-55 Pool Account—Oats		1,465.18	1,465.18
1954-55 Pool Account—Barley		1,532.07	1,532.07
		6,274.19	6,274.19
Total amount payable on adjustment payments—wheat and coarse grains	$550,646.04	$53,805.87	$604,451.91

In the period from August 1, 1958 to December 31, 1958 the Board paid $827.73 in respect to the above liability of $604,451.91.

INTERIM PAYMENTS

In the crop year under review an interim payment was authorized on the 1956-57 Pool Account for wheat in accordance with the provisions of Section 26(3) of the Canadian Wheat Board Act and Order in Council P.C. 1958-213, February 7, 1958. The payment applied to deliveries of wheat by producers on the 1956-57 Pool Account in the period from August 1, 1956 to July 31, 1957 and amounted to $39,160,395.34. As at July 31, 1958 there was still outstanding the sum of $345,652.53 in respect to this and other interim payments and this amount consisted entirely of cheques in the hands of producers which had not been presented to the Board for payment. The detail of the amount outstanding, is as follows:

	Outstanding Cheques
1952-53 Pool Account	$ 7,151.22
1953-54 Pool Account	7,431.43
1954-55 Pool Account	6,023.60
1955-56 Pool Account	15,799.17
1956-57 Pool Account	309,247.11
	$345,652.53

During the period from August 1, 1958 to December 31, 1958 the Board paid $215,771.52 in respect to the above liability of $345,652.53.

FINAL PAYMENTS

Amounts due to producers on outstanding participation certificates and cheques with respect to final payments on the undernoted accounts are as follows:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
1945-49 Pool Account	$328,312.76	$ 39,283.27	$ 367,596.03
1950-51 Pool Account		10,531.63	10,531.63
1951-52 Pool Account		9,007.88	9,007.88
1952-53 Pool Account		6,743.11	6,743.11
1953-54 Pool Account		8,187.53	8,187.53
1954-55 Pool Account		14,205.53	14,205.53
1955-56 Pool Account		28,210.40	28,210.40
1956-57 Pool Account		2,809,313.27	2,809,313.27
	328,312.76	2,925,482.62	3,253,795.38
COARSE GRAINS			
1949-50 Pool Account—Oats		4,024.81	4,024.81
1949-50 Pool Account—Barley		3,839.24	3,839.24
1950-51 Pool Account—Oats		2,610.66	2,610.66
1950-51 Pool Account—Barley		1,805.81	1,805.81
1951-52 Pool Account—Oats		4,350.91	4,350.91
1951-52 Pool Account—Barley		1,756.14	1,756.14
1952-53 Pool Account—Oats		1,691.96	1,691.96
1952-53 Pool Account—Barley		4,680.41	4,680.41
1953-54 Pool Account—Oats		2,580.32	2,580.32
1953-54 Pool Account—Barley		2,332.14	2,332.14
1954-55 Pool Account—Oats		1,446.76	1,446.76
1954-55 Pool Account—Barley		2,155.57	2,155.57
1955-56 Pool Account—Oats		2,512.75	2,512.75
1955-56 Pool Account—Barley		3,922.16	3,922.16
1956-57 Pool Account—Barley		339,047.32	339,047.32
		378,756.96	378,756.96
Total amount payable on final payments—wheat and coarse grains	$328,312.76	$3,304,239.58	$3,632,552.34

During the period from August 1, 1958 to December 31, 1958 the Board paid $2,956,631.38 in respect to the above liability of $3,632,552.34.

Accrued Expenses and Accounts Payable—$10,459,815.41

This item comprises in the main accrued carrying charges, storage and interest charges to July 31, 1958 together with sundry accounts which were unpaid as at the year-end date.

Special Account—Net Balance of Undistributed Payment Accounts—$609,327.67

In accordance with the provisions of Section 29A of the Canadian Wheat Board Act the Board was authorized with the approval of the Governor in Council to transfer to a Special Account the balances remaining in specific payment accounts and to use these funds for such purposes as the Governor in Council upon the recommendation of the Board considers to be for the benefit of producers. The following summary sets forth the details of transactions affecting the Special Account for the crop year under review:

Balance of the Special Account as at July 31, 1957 (During the crop year under review there were no transfers to the Special Account under the authority of Section 29A of the Canadian Wheat Board Act)			$715,946.65
Less: Expenditures authorized under the provisions of Section 29A(2) of the Canadian Wheat Board Act and the following Orders in Council:			
Order in Council P.C. 1955-1607, October 26, 1955 Total authorization—$75,000.00			
Unexpended July 31, 1957	$ 1,246.32		
Less: Unexpended July 31, 1958	Nil	$ 1,246.32	
Order in Council P.C. 1956-1156, July 26, 1956 Total authorization $15,000.00			
Unexpended July 31, 1957	10,793.28		
Less: Unexpended July 31, 1958	2,388.57	8,404.71	
Order in Council P.C. 1958-137, January 25, 1958 Total authorization	50,000.00		
Less: Unexpended July 31, 1958	13,032.05	36,967.95	
Order in Council P.C. 1958-137, January 25, 1958 Total authorization	60,000.00		
Less: Unexpended July 31, 1958	Nil	60,000.00	106,618.98
Balance of the Special Account as at July 31, 1958			$609,327.67

Advance Payments to Producers

During the year under review the Government of Canada passed the Prairie Grain Advance Payments Act which came into force on November 25, 1957. Under the terms of the legislation the Board was authorized to make Advance Payments to producers on farm stored wheat, oats and barley at the rates of 50 cents per bushel for wheat, 20 cents per bushel for oats and 35 cents per bushel for barley subject to a limitation of the deliverable quantity of grain and to a maximum amount of $3,000.00 for each applicant and to recover Advance Payments so made by deduction from the value of wheat, oats or barley delivered by producers subsequent to the date of receiving an Advance Payment.

For the purpose of making Advance Payments to producers the Board was authorized to borrow money from the Chartered Banks, such borrowings and the interest thereon to be guaranteed by the Government of Canada. The result of transactions in respect to Advance Payments to producers for the period from November 25, 1957 to July 31, 1958 is set forth in Part IV of this report. As at the year-end date there was an amount of $1,258,687.86 still to be refunded by producers in respect to Advance Payments, but during the period from August 1, 1958 to December 31, 1958 refunds totalling $1,058,876.86 were received by the Board, leaving a balance still to be refunded in the amount of $199,811.00. Interest charges on bank borrowings to July 31, 1958 under the Prairie Grain Advance Payments Act amounted to $476,917.47 and this amount, together with interest charges incurred subsequent to July 31, 1958 and applicable to Advance Payment transactions for the year under review will be paid by the Government of Canada in accordance with the provisions of Section 15A of the Prairie Grain Advance Payments Act.

Wheat Division—1957-58 Pool Account—Exhibit II

As at July 31, 1958 stocks of wheat remaining unsold in the 1957-58 Pool Account and stocks of wheat which had been sold, but on a deferred price basis, amounted to 345,490,152.9 bushels.

In accordance with accepted accounting practice and consistent with the basis of valuation adopted for previous fiscal years this inventory for purposes of the Board's accounts as at July 31, 1958 has been valued at cost. Included in the inventory figure of 345,490,152.9 bushels is an amount of 14,940,712.0 bushels which was the balance of the stocks transferred from the 1956-57 Pool Account as at May 9, 1958 and which were still on hand as at July 31, 1958. In respect to this item in the inventory cost is the price at which the transfer from the 1956-57 Pool Account was made, namely, the Board's quoted prices as at the close of business May 9, 1958. Relevant to the balance of the inventory amounting to 330,549,440.9 bushels cost is the initial price paid to producers in the 1957-58 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Included in the operating results on the 1957-58 Pool Account to July 31, 1958 is an amount of $10,297,425.39 representing a portion of the carrying charges received from the Government of Canada during the 1957-58 Crop Year under the provisions of the Temporary Wheat Reserves Act. The total carrying charges received under this legislation for the 1957-58 Crop Year amounted to $35,553,508.64. The Board recommended and the Governor in Council approved by Order in Council P.C. 1958-760, May 30, 1958 that these carrying charges be allocated as follows:

1956-57 Pool Account—Wheat....	$25,256,083.25
1957-58 Pool Account—Wheat....	10,297,425.39
	$35,553,508.64

During the 1958-59 Crop Year the Board will receive from the Government of Canada $39,825,303.48 for carrying charges under the provisions of the Temporary Wheat Reserves Act and this amount will be allocated between the 1957-58 Pool Account for Wheat and the 1958-59 Pool Account for Wheat. At the date of this Report this allocation had not been determined.

In terms of the foregoing and on the basis of the valuation of the inventory, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1957-58 Pool Account—Wheat to July 31, 1958 showed a debit balance of $5,623,670.52. This debit balance should not be viewed as the final result of marketing operations on the 1957-58 Pool Account—Wheat.

Oats and Barley Division—Exhibits III and IV

Under the authority of the Canadian Wheat Board Act and Order in Council P.C. 1957-820, June 13, 1957 the Board was authorized to purchase from producers during the 1957-58 Crop Year oats and barley produced in the designated area and to pay to producers a fixed initial price of 60 cents per bushel for No. 2 Canada Western Oats and a fixed initial price of 96 cents per bushel for No. 3 Canada Western Six-Row Barley, both prices basis in store Fort William/Port Arthur. As at July 31, 1958 stocks of oats and barley remaining unsold in the 1957-58 Pool Accounts amounted to 40,165,633.0 bushels and 32,904,577.3 bushels respectively.

In accordance with accepted accounting practice these inventories for purposes of the Board's accounts at July 31, 1958 have been valued at cost. Cost is the Board's initial price paid to producers for oats and barley in the 1957-58 Crop Year. With respect to oats this price was 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and with respect to barley this price was 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

On the basis of the valuation of the inventories, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1957-58 Pool Accounts for oats and barley to July 31, 1958 showed a debit balance on oats of $2,429,045.62 and a credit balance on barley of $3,949,395.91. These results should not be viewed as the final results of marketing operations on the 1957-58 Pool Accounts for oats and barley.

Schedule of Administrative and General Expenses—Exhibit VII

The total expenditures under this heading for the crop year under review amounted to $3,142,474.88 comprising expenses applicable to the Board's offices at Winnipeg, Calgary, Vancouver, Montreal, London (England) and Rotterdam (Netherlands). Details of these expenditures and the allocations to Board operations are set forth in Exhibit VII.

The Report of the Board's Auditors for the year ended July 31, 1958 is contained in Part III of this Report.

In this Report and in the financial statements we have endeavoured to describe the administration of policy with respect to wheat, oats and barley for the year ended July 31, 1958.

In conclusion we would like to record our appreciation for the loyal and conscientious service rendered by the officers and staff of the Board.

All of which is respectfully submitted,

W. C. McNAMARA
Chief Commissioner

W. RIDDEL
Assistant Chief Commissioner

W. E. ROBERTSON
Commissioner

J. T. DALLAS
Commissioner

THE CANADIAN WHEAT BOARD
INDEX TO FINANCIAL STATEMENTS
31st JULY 1958

Exhibit I. *Consolidated Balance Sheet.*

Exhibit II. *Statement of Operations, 1957-58 Pool Account—Wheat.*

Exhibit III. *Statement of Operations, 1957-58 Pool Account—Oats.*

Exhibit IV. *Statement of Operations, 1957-58 Pool Account—Barley.*

Exhibit V. *Statement of Payments to Producers.*

Exhibit VI. *Statement of Provisions for Final Payment Expenses.*

Exhibit VII. *Schedule of Administrative and General Expenses and Allocations to Operations for the year ended 31st July 1958.*

THE CANADI
CONSOLIDAT
As at

ASSETS

Stocks of grain:		
Wheat stocks — stated at contract prices basis in store Fort William Port Arthur, Vancouver or Churchill	$109,064,032.25	
Wheat stocks — stated at cost prices basis in store Fort William Port Arthur or Vancouver	445,525,990.90	$554,590,023.1
Oats stocks — stated at contract prices basis in store Fort William/Port Arthur	49,414.24	
Oats stocks — stated at cost prices basis in store Fort William/Port Arthur	22,134,960.69	22,184,374.9
Barley stocks — stated at contract prices basis in store Fort William/Port Arthur	13,139,746.56	
Barley stocks — stated at cost prices basis in store Fort William/Port Arthur	28,331,056.84	41,470,803.4
Accounts receivable		2,582,068.4
Memberships — In the Winnipeg and Vancouver Grain Exchanges, the Winnipeg Grain and Produce Exchange Clearing Association Limited and the Lake Shippers' Clearance Association		20,810.
The Canadian Wheat Board Building, Winnipeg, at cost less depreciation		356,400.
Deferred and prepaid expenses		19,327.
Office furniture, equipment and automobiles, at cost less depreciation		118,761
Debit balance — 1957-58 Pool Account — Wheat		5,623,670
Debit balance — 1957-58 Pool Account — Oats		2,429,045
		$629,395,285

Approved:

W. C. McNAMARA, *Chief Commissioner*

W. RIDDEL, *Assistant Chief Commissioner*

W. E. ROBERTSON, *Commissioner*

J. T. DALLAS, *Commissioner*

Exhibit I

EAT BOARD
LANCE SHEET
1958

LIABILITIES

ank Loans			$104,875,335.72
iability to Agents for grain purchased from Producers but not yet delivered to the Board			388,579,321.73
dvances received on Agency wheat stocks			115,414,934.69
mounts due to Producers:			
Outstanding certificates and cheques:			
Balance of adjustment payments	— Wheat	$ 598,177.72	
	— Coarse Grains	6,274.19	
Balance of interim payments	— Wheat	345,652.53	
Balance of final payments	— Wheat	3,253,795.38	
	— Coarse Grains	378,756.96	4,582,656.78
ccrued expenses and accounts payable			10,459,815.41
rovisions for final payment expenses			924,497.45
pecial Account — net balance of undistributed payment accounts			609,327.67
redit balance — 1957-58 Pool Account — Barley			3,949,395.91
			$629,395,285.36

This is the Consolidated Balance Sheet which is referred to in our report of this date.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

innipeg, Manitoba,
st December 1958.

THE CANADI
1957-58 Po
STATEMENT
For the crop ye

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Purchased from 1956-57 Pool Account—Wheat

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Weight losses in transit and in drying

Uncompleted sales at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Stocks of wheat—stated at cost prices basis in store Fort William/Port Arthur or Vancouver

Surplus on wheat transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators

Storage on wheat stored in terminal elevators

Net interest paid to agents on agency wheat stocks

Less: Carrying charges received under the Temporary Wheat Reserves Act

Bank interest, exchange and bank charges less net interest recovered from other Board accounts

Net additional freight on wheat shipped from country stations to terminal positions

Handling, stop-off and diversion charges on wheat warehoused at interior terminals

Drying charges

Administrative and general expenses to 31st July 1958

Debit balance in the 1957-58 Pool Account — Wheat, as at 31st July 1958, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver

Exhibit II

EAT BOARD
ɔunt - Wheat
ERATIONS
ed 31st July 1958

Bushels			Amount	
76,867,203.4			$484,098,963.33	
1,573,562.3			2,055,734.20	
35,739,249.1	514,180,014.8		203,962,890.57	$690,117.588.10
14,366,797.5				
68,778,341.5				
15,616,998.7				
1,562.8	98,763,700.5	$149,779,877.57		
24,118,693.1				
38,414,810.5				
7,392,657.8	69,926,161.4	109,064,032.25	258,843,909.82	
	345,490,152.9		445,525,990.90	704,369,900.72
	514,180,014.8			
				14,252,312.62
		22,524,038.28		
		3,524,692.44		
		1,514,102.69		
		27,562,833.41		
		10,297,425.39	17,265,408.02	
			1,078,624.43	
			290,505.81	
			50,158.96	
			1,800.66	
			1,189,485.26	19,875,983.14
				$ 5,623,670.52

THE CANADI
1957-58 P
STATEMENT
For the crop y

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1956-57 Pool Account — Oats.....

Oats sold:①

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Uncompleted sales at contract prices basis in store Fort William/Port Arthur.....

Stocks of oats — stated at cost prices basis in store Fort William/Port Arthur.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Vancouver for export.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 31st July 1958.....

Debit balance in the 1957-58 Pool Account — Oats, as at 31st July 1958, after valuing stocks of oats on hand a cost prices basis in store Fort William/Port Arthur.....

①Excluding open futures sales contracts of 14,931,000 bushels of October oats and 351,000 bushels of December oats adjusted to t market close as at 31st July 1958.

Exhibit III

EAT BOARD
count - Oats
ERATIONS
d 31st July 1958

	Bushels		Amount	
5,849,770.5			$31,962,555.43	
41.0			21.85	
540,000.0	60,389,811.5		1,625,600.00	$33,588,177.28
2 157,534.8			12,738,540.64	
66,643.7			49,414.24	
4 165,633.0	60,389,811.5		22,134,960.69	34,922,915.57
				1,334,738.29
		$3,088,729.75		
		372,076.36	3,460,806.11	
			108,609.84	
			(9,470.93)	
			8,044.88	
			195,794.01	3,763,783.91
				$ 2,429,045.62

THE CANADI
1957-58 P
STATEMENT
For the crop y

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur

Purchased from 1956-57 Pool Account — Barley

Barley sold: ①

Completed sales at realized prices basis in store Fort William/Port Arthur

Weight losses in drying

Uncompleted sales at contract prices basis in store Fort William/Port Arthur

Stocks of barley — stated at cost prices basis in store Fort William/Port Arthur

Surplus on barley transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on barley stored in country elevators

Storage on barley stored in terminal elevators

Interest and bank charges

Freight recovered on shipments of barley to Pacific Coast ports for export

Diversion charges on shipments of barley to Pacific Coast ports for export

Drying charges

Brokerage and Clearing Association charges

Administrative and general expenses to 31st July 1958

Credit balance in the 1957-58 Pool Account — Barley, as at 31st July 1958, after valuing stocks of barley hand at cost prices basis in store Fort William/Port Arthur

① Excluding open futures sales contracts of 9,192,000 bushels of October barley and open futures purchase contracts of 3,454,000 bus of May barley adjusted to the market close as at 31st July 1958.

Exhibit IV

EAT BOARD
ount - Barley
ERATIONS
d 31st July 1958

Bushels			Amount	
,409,129.4			$103,275,309.61	
1,668.1			1,263.21	
964,692.3	117,375,489.8		868,223.07	$104,144,795.89
,560,359.8			70,517,130.91	
6,568.4			—	
,903,984.3			13,139,746.56	
,904,577.3	117,375,489.8		28,331,056.84	111,987,934.31
				7,843,138.42
		$3,439,323.60		
		222,700.62	3,662,024.22	
			(2,649.11)	
			(220,940.28)	
			54,156.83	
			11,792.36	
			7,384.34	
			381,974.15	3,893,742.51
				$ 3,949,395.91

THE CANAD
STATEMENT
As at

Adjustment Payments:

Wheat:
1945-49 Pool Account
1950-51 Pool Account
1951-52 Pool Account
1952-53 Pool Account

Coarse Grains:
1950-51 Pool Account — Oats
1950-51 Pool Account — Barley
1951-52 Pool Account — Barley
1952-53 Pool Account — Barley
1954-55 Pool Account — Oats
1954-55 Pool Account — Barley

Interim Payments:

Wheat:
1952-53 Pool Account
1953-54 Pool Account
1954-55 Pool Account
1955-56 Pool Account
1956-57 Pool Account

Final Payments:

Wheat:
1945-49 Pool Account
1950-51 Pool Account
1951-52 Pool Account
1952-53 Pool Account
1953-54 Pool Account
1954-55 Pool Account
1955-56 Pool Account
1956-57 Pool Account

Coarse Grains:
1949-50 Pool Account — Oats
1949-50 Pool Account — Barley
1950-51 Pool Account — Oats
1950-51 Pool Account — Barley
1951-52 Pool Account — Oats
1951-52 Pool Account — Barley
1952-53 Pool Account — Oats
1952-53 Pool Account — Barley
1953-54 Pool Account — Oats
1953-54 Pool Account — Barley
1954-55 Pool Account — Oats
1954-55 Pool Account — Barley
1955-56 Pool Account — Oats
1955-56 Pool Account — Barley
1956-57 Pool Account — Barley

Total — all Accounts

AT BOARD
MENTS TO PRODUCERS
1958

Total Amounts Payable to Producers	Cheques Cashed by Producers to 31st July 1958	Balances Payable to Producers as at 31st July 1958
388,564,142.91	$ 387,976,479.50	$ 587,663.41
49,629,262.54	49,625,427.08	3,835.46
47,681,245.77	47,677,147.65	4,098.12
61,124,386.63	61,121,805.90	2,580.73
546,999,037.85	546,400,860.13	598,177.72
5,707,963.15	5,707,225.47	737.68
11,173,606.63	11,172,701.24	905.39
13,600,641.70	13,600,014.51	627.19
14,467,203.86	14,466,197.18	1,006.68
3,241,697.20	3,240,232.02	1,465.18
7,900,535.63	7,899,003.56	1,532.07
56,091,648.17	56,085,373.98	6,274.19
63,962,036.83	63,954,885.61	7,151.22
38,638,704.15	38,631,272.72	7,431.43
22,261,003.14	22,254,979.54	6,023.60
37,339,123.87	37,323,324.70	15,799.17
39,160,395.34	38,851,148.23	309,247.11
201,361,263.33	201,015,610.80	345,652.53
119,075,039.68	118,707,443.65	367,596.03
104,933,267.56	104,922,735.93	10,531.63
114,585,112.68	114,576,104.80	9,007.88
58,282,438.38	58,275,695.27	6,743.11
25,411,407.89	25,403,220.36	8,187.53
39,679,620.35	39,665,414.82	14,205.53
41,953,923.81	41,925,713.41	28,210.40
25,083,690.12	22,274,376.85	2,809,313.27
529,004,500.47	525,750,705.09	3,253,795.38
15,546,322.39	15,542,297.58	4,024.81
26,643,973.33	26,640,134.09	3,839.24
9,639,421.43	9,636,810.77	2,610.66
15,112,054.03	15,110,248.22	1,805.81
24,746,258.79	24,741,907.88	4,350.91
19,241,174.36	19,239,418.22	1,756.14
10,949,996.58	10,948,304.62	1,691.96
21,408,203.67	21,403,523.26	4,680.41
5,631,130.40	5,628,550.08	2,580.32
9,833,495.41	9,831,163.27	2,332.14
3,779,605.60	3,778,158.84	1,446.76
6,536,611.93	6,534,456.36	2,155.57
8,169,672.90	8,167,160.15	2,512.75
15,217,219.17	15,213,297.01	3,922.16
7,570,416.35	7,231,369.03	339,047.32
200,025,556.34	199,646,799.38	378,756.96
,533,482,006.16	$1,528,899,349.38	$4,582,656.78

THE CANADI
STATEMENT OF PROVISIO
To 3

	Original Provisions	Payment Cost and Other Adjustments 31st July 195
Wheat:		
1945-49 Pool Account	$ 450,052.01	$ 569,046.6
1950-51 Pool Account	225,907.74	282,855.4
1951-52 Pool Account	262,601.16	272,609.3
1952-53 Pool Account	168,509.10	187,867.6
1953-54 Pool Account	139,557.42	112,165.7
1954-55 Pool Account	161,410.82	161,491.4
1955-56 Pool Account	159,644.57	116,883.7
1956-57 Pool Account	141,738.03	—
	1,709,420.85	1,702,919.
Coarse Grains:		
1949-50 Pool Account — Oats	81,867.67	61,241.
1949-50 Pool Account — Barley	88,713.98	66,603.
1950-51 Pool Account — Oats	59,846.99	68,278.
1950-51 Pool Account — Barley	63,076.03	68,156.
1951-52 Pool Account — Oats	86,315.60	92,678
1951-52 Pool Account — Barley	78,000.10	86,864
1952-53 Pool Account — Oats	74,171.79	68,918
1952-53 Pool Account — Barley	94,111.14	91,405
1953-54 Pool Account — Oats	69,995.33	59,081
1953-54 Pool Account — Barley	80,287.94	68,416
1954-55 Pool Account — Oats	60,307.99	41,642
1954-55 Pool Account — Barley	79,903.89	57,426
1955-56 Pool Account — Oats	58,293.43	47,325
1955-56 Pool Account — Barley	81,599.80	65,713
1956-57 Pool Account — Barley	80,152.07	—
	1,136,643.75	943,755
Total — all Accounts	$2,846,064.60	$2,646,674

Exhibit VI

T BOARD
NAL PAYMENT EXPENSES
58

nt Costs Ended ıly 1958	Exchange, Commissions and Other Adjustments 1957-58 Year	Balance of Original Provisions	Net Interest Credits on Surplus Funds to 31st July 1958	Balance as at 31st July 1958
797.82	$ 4,421.09	($135,213.52)	$303,321.08	$168,107.56
248.10	407.93	(58,603.71)	50,396.56	(8,207.15)
343.74	43.53	(11,895.42)	69,299.93	57,404.51
744.85	269.24	(21,372.65)	178,034.58	156,661.93
930.68	(90.55)	25,552.11	9,709.89	35,262.00
354.85	46.44	(3,781.95)	19,650.79	15,868.84
385.05	4,160.58	15,215.46	33,095.32	48,310.78
005.31	31,122.32	39,610.40	80,524.91	120,135.31
510.40	40,380.58	(150,489.28)	744,033.06	593,543.78
29.18	153.93	20,443.20	7,649.13	28,092.33
29.18	109.21	21,971.74	8,649.80	30,621.54
57.83	.74	(8,489.90)	5,020.67	(3,469.23)
79.45	.78	(5,161.12)	6,842.29	1,681.17
146.36	28.18	(6,837.32)	10,465.74	3,628.42
437.45	.14	(9,302.47)	8,294.40	(1,008.07)
403.09	.06	4,849.71	14,632.79	19,482.50
451.03	41.05	2,213.18	39,515.17	41,728.35
559.47	.17	10,353.84	13,403.16	23,757.00
531.65	.50	11,339.18	20,554.80	31,893.98
002.13	3.18	16,760.47	11,388.21	28,148.68
700.68	4.52	20,771.91	17,361.91	38,133.82
511.61	36.44	6,319.70	5,528.53	11,848.23
385.17	57.45	10,443.42	16,773.95	27,217.37
971.75	10,189.02	32,891.30	16,306.28	49,197.58
596.03	10,625.37	128,566.84	202,386.83	330,953.67
306.43	$51,005.95	($ 21,922.44)	$946,419.89	$924,497.45

THE CANA
SCHEDULE OF ADMINISTRA
AND ALLOCAT
For the year e

Administrative and general expenses:

Salaries — Board members, officers and staff	$2,122,640.11
Unemployment insurance	16,252.95
Advisory Committee — travelling expenses and per diem allowance	1,182.15
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building, Winnipeg	219,151.24
Telephone — exchange service and long distance calls	39,884.14
Telegrams, cables and telex expense	21,808.31
Postage	76,625.94
Printing, stationery and supplies	170,943.49
Office expenses	16,063.84
Advertising	2,134.78
Travelling expenses	42,195.51
Travelling expenses — Inspectors	36,837.02
Legal fees and court costs	8,471.80
Audit fees	50,500.00
Tabulating equipment — rental and sundries	156,134.83
Repairs and upkeep of office machinery and equipment	5,077.08
Grain market publications and services	5,177.96
Bonds and insurance	3,949.88
Grain Exchange dues	3,120.00
Express, freight and cartage on stationery, etc.	13,848.81
Depreciation on furniture, equipment and automobiles	16,807.34
Contributions to Pension Fund, actuarial and other expenses	113,667.70
	$3,142,474.88

Exhibit VII

EAT BOARD
D GENERAL EXPENSES
OPERATIONS
July 1958

Allocations to operations:

1. Marketing of Producers' grain (including cost of distributing interim payments, if any):		
1957-58 Pool Account — Wheat	$1,189,485.26	
1957-58 Pool Account — Oats	195,794.01	
1957-58 Pool Account — Barley	381,974.15	
1956-57 Pool Account — Wheat	984,913.42	
1956-57 Pool Account — Oats	70,788.79	
1956-57 Pool Account — Barley	89,212.82	$2,912,168.45
2. Distributing final payments to Producers:		
(a) Wheat:		
1956-57 Pool Account	71,005.31	
1955-56 Pool Account	23,385.05	
1954-55 Pool Account	3,654.85	
1953-54 Pool Account	1,930.68	
1952-53 Pool Account	1,744.85	
1951-52 Pool Account	1,843.74	
1950-51 Pool Account	1,248.10	
1945-49 Pool Account	11,797.82	116,610.40
(b) Coarse Grains:		
1956-57 Pool Account — Barley	37,071.75	
1955-56 Pool Account — Oats	4,611.61	
1955-56 Pool Account — Barley	5,385.17	
1954-55 Pool Account — Oats	1,902.13	
1954-55 Pool Account — Barley	1,700.68	
1953-54 Pool Account — Oats	559.47	
1953-54 Pool Account — Barley	531.65	
1952-53 Pool Account — Oats	403.09	
1952-53 Pool Account — Barley	451.03	
1951-52 Pool Account — Oats	446.36	
1951-52 Pool Account — Barley	437.45	
1950-51 Pool Account — Oats	57.83	
1950-51 Pool Account — Barley	79.45	
1949-50 Pool Account — Oats	29.18	
1949-50 Pool Account — Barley	29.18	53,696.03
3. Allocation authorized by Order-in-Council P.C. 1958-137 from Special Account — Undistributed Payment Accounts in partial payment of administrative and general expenses incurred in connection with the Prairie Grain Advance Payments Act		60,000.00
		$3,142,474.88

PART III

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Consolidated Balance Sheet of The Canadian Wheat Board as at 31st July 1958 and the statements of operations and supporting schedules for the crop year ended on that date and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Consolidated Balance Sheet and statements of operations and supporting schedules are properly drawn up so as to exhibit a true and correct view of the financial position of The Canadian Wheat Board as at 31st July 1958, and the results of its operations for the crop year ended on that date, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1958.

PART IV

THE CANADIAN WHEAT BOARD
STATEMENT OF ADVANCE PAYMENTS TO PRODUCERS
UNDER THE PRAIRIE GRAIN ADVANCE PAYMENTS ACT

For the period from 25th November 1957 to 31st July 1958

Total Advances made to Producers during the period	$35,204,207.00	
Less: Advances repaid by Producers during the period	33,945,519.14	
Balance still to be refunded by Producers as at 31st July 1958		$1,258,687.86
Bank interest to 31st July 1958 payable by the Government of Canada under the provisions of Section 15 (a) of the Prairie Grain Advance Payments Act		476,917.47
Liability to the Banks as at 31st July 1958		$1,735,605.33

AUDITORS' REPORT

We have examined the above Statement of Advance Payments to Producers under the Prairie Grain Advance Payments Act for the period from 25th November 1957 to 31st July 1958 and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion the above Statement of Advance Payments to Producers is properly drawn up so as to exhibit a true and correct view of the result of transactions on this account for the period from 25th November 1957 to 31st July 1958 according to the best of our information, the explanations given to us, and as shown by the records separately maintained by The Canadian Wheat Board for transactions under the Prairie Grain Advance Payments Act.

MILLAR, MACDONALD & CO.,
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1958.

ADDENDA

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TABLE I

ACREAGE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1931 - 1958

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Acres)			
1931	25,586	8,279	3,214	733	641	38,453
1932	26,395	8,533	3,154	706	454	39,242
1933	25,177	8,945	3,032	520	236	37,910
1934	23,296	9,115	2,962	619	218	36,210
1935	23,293	9,478	3,187	649	296	36,903
1936	24,838	8,674	3,724	561	468	38,265
1937	24,599	8,579	3,562	808	233	37,781
1938	24,946	8,518	3,687	655	202	38,008
1939	25,813	8,227	3,607	1,014	288	38,949
1940	27,750	7,818	3,622	943	364	40,497
1941	21,216	8,204	4,779	844	1,030	36,073
1942	20,653	9,528	6,365	1,227	1,510	39,283
1943	16,026	11,266	7,682	447	2,955	38,376
1944	21,900	9,731	6,535	582	1,191	39,939
1945	22,430	9,785	6,516	422	848	40,001
1946	23,731	8,470	5,788	643	865	39,497
1947	23,357	7,818	7,035	1,124	1,724	41,058
1948	22,820	7,516	6,082	2,225	1,880	40,523
1949	26,524	7,355	5,617	1,095	290	40,881
1950	26,382	7,520	6,205	1,041	541	41,689
1951	24,385	8,312	7,530	1,047	1,086	42,360
1952	25,372	7,560	8,145	1,153	1,027	43,257
1953	25,517	6,490	8,599	1,421	908	42,935
1954	24,707	6,715	7,568	687	1,148	40,825
1955	21,964	7,788	9,638	665	1,809	41,864
1956	22,064	8,658	8,181	452	3,010	42,365
1957	20,360	7,805	9,209	455	3,462	41,291
1958 ①	20,244	7,584	9,369	419	2,644	40,260

①Preliminary—basis estimate of November 12, 1958.

Source: Dominion Bureau of Statistics.

TABLE II

YIELD PER ACRE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1931 - 1958

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed
			(Bushels)		
1931	11.8	22.2	15.7	5.7	3.7
1932	16.0	28.8	20.0	10.3	5.8
1933	10.4	19.8	15.6	6.0	2.4
1934	11.3	18.9	15.1	5.9	3.8
1935	11.3	25.8	19.7	12.9	5.3
1936	8.1	15.7	14.1	5.7	3.7
1937	6.4	16.6	17.5	5.3	3.0
1938	13.5	27.2	21.8	14.3	5.9
1939	19.1	28.1	22.5	13.5	6.8
1940	18.5	29.3	22.9	13.0	7.9
1941	14.0	21.9	20.0	13.0	6.4
1942	25.6	51.7	37.6	18.4	10.1
1943	16.7	33.3	25.7	11.8	6.1
1944	17.9	36.1	26.4	12.4	7.2
1945	13.1	25.5	21.0	10.8	7.0
1946	16.6	28.9	23.1	11.3	7.6
1947	13.7	24.5	18.6	10.8	7.6
1948	15.6	29.6	23.3	11.1	9.3
1949	12.9	25.8	19.4	7.2	6.8
1950	16.6	33.9	25.3	10.6	8.3
1951	21.7	40.9	31.1	15.2	7.8
1952	26.7	45.8	34.5	19.4	10.4
1953	23.7	42.5	29.2	18.9	10.0
1954	12.3	29.2	22.1	15.7	9.3
1955	22.6	37.2	25.3	18.5	10.3
1956	25.0	46.2	32.0	14.0	11.5
1957	17.1	30.0	22.7	13.8	5.5
1958①	16.9	31.6	25.4	12.9	8.7

①Preliminary—basis estimate of November 12, 1958.

Source: Dominion Bureau of Statistics.

TABLE III

TOTAL PRODUCTION OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1931 - 1958

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)			
1931	301,181	183,700	50,540	4,157	2,370	541,948
1932	422,947	245,726	63,114	7,270	2,640	741,697
1933	263,004	177,422	47,243	3,104	563	491,336
1934	263,800	172,040	44,742	3,664	827	485,073
1935	264,096	244,854	62,625	8,379	1,563	581,517
1936	202,000	135,862	52,617	3,201	1,730	395,410
1937	156,800	142,413	62,418	4,280	694	366,605
1938	336,000	232,000	80,200	9,340	1,185	658,725
1939	494,000	231,500	81,000	13,700	1,950	822,150
1940	513,800	229,000	83,000	12,250	2,875	840,925
1941	296,000	179,600	95,500	9,691	6,643	587,434
1942	529,000	492,700	239,200	22,632	15,180	1,298,712
1943	267,800	374,700	197,700	5,288	18,130	863,618
1944	391,700	350,900	172,500	7,186	8,619	930,905
1945	294,600	249,300	136,600	4,551	5,970	691,021
1946	393,000	245,000	133,700	7,289	6,569	785,558
1947	320,000	191,700	131,000	12,150	13,040	667,890
1948	356,000	222,800	142,000	24,721	17,450	762,971
1949	341,000	189,900	109,000	7,900	1,973	649,773
1950	439,000	255,200	157,000	11,050	4,483	866,733
1951	530,000	340,000	234,000	15,935	8,450	1,128,385
1952	678,000	346,000	281,000	22,320	10,700	1,338,020
1953	604,000	276,000	251,000	26,900	9,100	1,167,000
1954	305,000	196,000	167,000	10,790	10,700	689,490
1955	497,000	290,000	244,000	12,300	18,700	1,062,000
1956	551,000	400,000	262,000	6,350	34,600	1,253,950
1957	349,000	234,000	209,000	6,300	18,900	817,200
1958 ①	343,000	240,000	238,000	5,400	22,900	849,300

①Preliminary—basis estimate of November 12, 1958.

Source: Dominion Bureau of Statistics.

TABLE IV

CANADIAN WHEAT SUPPLIES AND DISPOSITION

Crop Years 1933-34 to 1957-58

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st				Domestic Disappearance②		Exports① Wheat and Flour	
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial		
	(Thousands of Bushels)							
1933-34	12,340	205,317	281,892	499,549	58,653	43,214	194,780	202,902
1934-35	8,733	194,169	275,849	478,751	49,276	49,872	165,751	213,852
1935-36	7,861	205,991	281,935	495,787	69,934	44,065	254,425	127,363
1936-37	5,520	121,843	219,218	346,581	57,281	42,477	209,773	37,049
1937-38	3,999	33,050	180,210	217,259	54,574	42,563	95,586	24,536
1938-39	5,061	19,475	360,010	384,546	70,942	50,659	160,034	102,911
1939-40	4,682	98,229	520,623	623,534	82,488	47,899	192,674	300,473
1940-41	17,286	283,187	540,190	840,663	86,281	43,047	231,206	480,129
1941-42	13,954	466,175	314,710	794,839	90,953	54,306	225,828	423,752
1942-43	10,446	413,306	556,067	979,819	101,459	69,033	214,701	594,626
1943-44	197,207	397,419	282,377	877,003	96,087	80,630	343,755	356,531
1944-45	53,871	302,660	414,859	771,390	86,856	83,515	342,946	258,073
1945-46	28,650	229,423	316,320	574,393	78,023	82,662	340,108	73,600
1946-47	27,203	46,397	411,601	485,201	77,406	78,796	242,858	86,141
1947-48	25,988	60,153	338,506	424,647	76,952	75,003	194,982	77,710
1948-49	39,162	38,548	381,413	459,123	75,818	48,565	232,329	102,411
1949-50	43,423	58,988	366,028	468,439	74,792	56,310	225,137	112,200
1950-51	12,389	99,811	466,490	578,690	83,588	64,938	240,961	189,203
1951-52	22,260	166,943	553,678	742,881	96,847	73,031	355,825	217,178
1952-53	19,262	197,916	701,973	919,151	86,649	63,790	385,527	383,185
1953-54	93,716	289,469	634,040	1,017,225	91,562	51,907	255,081	618,675
1954-55	231,860	386,815	331,981	950,656	102,691	59,308	251,909	536,748
1955-56	137,855	398,893	519,178	1,055,926	98,785	68,386	309,181	579,574
1956-57	204,205	375,369	573,040	1,152,614	92,523	68,748	261,797	729,546
1957-58	319,160	410,386	370,508	1,100,054	103,646	65,571	316,073	614,764③
1958-59③	203,900	410,864	368,730	983,494				

①Source: Dominion Bureau of Statistics.

②A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1957-58 inclusive, but for Prairie Provinces only for earlier years.

③Preliminary.

TABLE V

CANADIAN OATS SUPPLIES AND DISPOSITION

Crop Years 1933-34 to 1957-58

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st				Domestic Disappearance③			
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial	Net② Exports	
	(Thousands of Bushels)							
1933-34	27,701	14,344	307,478	349,523	282,486	26,836	9,141	31,060
1934-35	19,333	11,727	321,120	352,180	288,647	19,200	17,863	26,471
1935-36	20,071	6,400	394,348	420,819	352,243	12,681	15,515	40,380
1936-37	31,186	9,194	271,778	312,158	258,694	25,697	9,501	18,266
1937-38	15,231	3,035	268,442	286,708	238,578	20,404	8,228	19,499
1938-39	16,120	3,379	371,382	390,881	315,512	13,549	12,934	48,887
1939-40	39,654	9,233	384,407	433,294	349,645	13,127	23,591	46,931
1940-41	39,781	7,150	380,526	427,457	350,986	21,257	13,651	41,563
1941-42	37,102	4,461	306,052	347,615	285,653	21,494	11,861	28,607
1942-43	24,173	4,434	641,488	670,095	426,285	31,146	63,323	149,341
1943-44	118,404	30,937	461,567	610,908	366,248	61,444	74,737	108,479
1944-45	69,423	39,056	474,044	582,523	343,960	54,510	85,798	98,255
1945-46	64,825	33,430	351,234	449,489	257,476	70,660	43,861	77,492
1946-47	51,087	26,405	360,860	438,352	259,301	79,808	29,759	69,484
1947-48	52,566	16,918	270,190	339,674	212,496	69,085	10,202	47,891
1948-49	37,593	10,298	345,305	393,196	248,544	60,925	23,220	60,507
1949-50	48,363	12,144	304,595	365,102	238,887	60,763	20,547	44,905
1950-51	33,579	11,326	401,768	446,673	272,851	43,248	35,397	95,177
1951-52	59,481	35,696	493,886	589,063	361,000	49,059	70,646	108,358
1952-53	57,836	50,522	471,117	579,475	318,382	51,313	65,371	144,409
1953-54	90,660	53,749	413,971	558,380	316,850	45,061	70,700	125,769
1954-55	97,250	28,519	306,401	432,170	279,974	45,982	22,247	83,967
1955-56	53,400	30,567	399,451	483,418	309,997	50,173	4,142	119,106
1956-57	71,200	47,906	524,517	643,623	354,294	44,433	18,681	226,215
1957-58	172,100	54,115	380,599	606,814	386,256	39,423	26,184	154,951④
1958-59④	108,000	46,951	400,951	555,902				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—includes rolled oats and oatmeal.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1957-58 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VI

CANADIAN BARLEY SUPPLIES AND DISPOSITION

Crop Years 1933-34 to 1957-58

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance③		Net② Exports	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1933-34	3,102	8,236	63,359	74,697	51,526	10,367	1,711	11,093
1934-35	1,839	9,254	63,742	74,835	49,803	3,956	15,057	6,019
1935-36	2,022	3,997	83,975	89,994	66,022	6,062	7,676	10,234
1936-37	4,199	6,035	71,922	82,156	53,126	6,678	17,556	4,796
1937-38	1,476	3,320	83,124	87,920	57,951	8,594	14,744	6,631
1938-39	3,178	3,453	102,242	108,873	73,713	7,536	14,820	12,804
1939-40	7,347	5,457	103,147	115,951	81,538	11,081	10,678	12,654
1940-41	7,075	5,579	104,256	116,910	83,929	19,351	2,722	10,908
1941-42	6,505	4,403	110,401	121,309	85,142	23,288	2,058	10,821
1942-43	5,112	5,709	256,037	266,858	134,259	29,559	33,761	69,279
1943-44	41,314	27,965	208,365	277,644	140,751	54,841	36,103	45,949
1944-45	23,379	22,570	187,326	233,275	117,194	47,755	39,407	28,919
1945-46	17,819	11,100	148,792	177,711	85,452	57,906	4,416	29,937
1946-47	13,884	16,053	146,852	176,789	76,674	63,693	7,658	28,764
1947-48	16,492	12,272	139,886	168,650	73,990	59,481	3,730	31,449
1948-49	17,373	14,076	152,281	183,730	80,873	48,742	24,446	29,669
1949-50	18,482	11,187	118,044	147,713	71,868	34,653	20,837	20,355
1950-51	11,324	9,031	167,495	187,850	77,263	29,688	27,403	53,496
1951-52	17,854	35,642	245,435	298,931	110,248	35,707	73,472	79,504
1952-53	21,476	58,028	291,572	371,076	109,105	28,227	122,077	111,667
1953-54	38,235	73,432	262,121	373,788	101,758	32,378	93,742	145,910
1954-55	96,810	49,100	175,198	321,108	116,777	31,967	80,876	91,488
1955-56	42,310	49,178	251,102	342,590	128,262	34,680	68,700	110,948
1956-57	50,465	60,483	269,067	380,015	117,884	37,815	81,537	142,779
1957-58	80,980	61,799	215,993	358,772	122,828	37,341	80,297	118,306④
1958-59④	57,500	60,806	244,764	363,070				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners — exports include barley malt and pot and pearl barley for the years 1946-47 to 1957-58 but bulk barley only for earlier years.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports—marketings are basis all Canada for years 1940-41 to 1957-58 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VII

CANADIAN GRAIN STORAGE POSITION

1934 to 1958—As at July 31st

Year	VISIBLE STOCKS OF ALL GRAINS AS AT JULY 31st①							Total Rated Capacity② as at Dec. 1st
	Wheat	Oats	Barley	Rye	Flaxseed	U.S. and Foreign Grain③	Total	
	(Thousands of Bushels)							
1934	194,169	11,727	9,254	4,013	468	3,049	222,680	419,890
1935	205,991	6,400	3,997	3,088	309	—	219,785	420,644
1936	121,843	9,194	6,035	3,415	262	193	140,942	421,856
1937	33,050	3,035	3,320	330	455	272	40,462	423,063
1938	19,475	3,379	3,453	923	217	6,728	34,175	422,824
1939	98,229	9,233	5,457	2,541	114	3,898	119,472	424,290
1940	283,187	7,150	5,579	4,733	557	3,685	304,891	510,158
1941	466,175	4,461	4,403	4,459	605	2,556	482,659	601,191
1942	413,306	4,434	5,710	3,150	1,005	6,925	434,530	604,254
1943	397,419	30,937	27,965	9,182	3,346	895	469,744	605,988
1944	302,660	39,056	22,570	4,550	2,825	2,502	374,163	603,792
1945	229,423	33,430	11,100	1,519	2,178	167	277,817	575,882
1946	46,397	26,405	16,053	515	1,006	378	90,754	510,053
1947	60,153	16,918	12,272	475	356	359	90,533	505,197
1948	38,548	10,298	14,076	628	3,076	334	66,960	507,756
1949	58,988	12,144	11,187	7,731	10,501	349	100,900	513,243
1950	99,811	11,326	9,031	5,300	4,361	8,407	138,236	520,181
1951	166,943	35,696	35,642	2,449	998	3,607	245,335	530,755
1952	197,916	50,522	58,028	6,748	2,055	668	315,937	542,668
1953	289,469	53,749	73,432	13,036	2,468	421	432,575	564,446
1954	386,815	28,519	49,100	6,425	1,548	1,449	473,856	583,417
1955	398,893	30,567	49,178	8,305	909	520	488,372	602,164
1956	375,369	47,906	60,483	6,208	2,067	450	492,483	624,839
1957	410,386	54,115	61,799	3,520	6,061	1,276	537,157	633,030
1958	410,864	46,951	60,806	4,049	4,645	965	528,280	640,182

①Includes stocks in unlicensed mills and any stocks in licensed mills which have been transferred from elevator storage proper to the mill or feed plants for processing.

②Includes all storage: i.e., licensed and unlicensed, permanent and temporary.

③From 1934 to 1948 inclusive—stocks are for the week ending closest to July 31st in each case.

Source: Board of Grain Commissioners for Canada.

TABLE VIII

CANADIAN EXPORTS OF GRAIN AND GRAIN PRODUCTS

Crop Years 1933-34 to 1957-58

Crop Year	Wheat	Wheat Flour①	Oats and Oats Products	Barley and Barley Products②	Rye	Flaxseed	Total
			(Thousands of Bushels)				
1933-34	170,234	24,546	9,141	1,711	2,580	187	208,399
1934-35	144,375	21,376	17,863	15,057	1,187	12	199,870
1935-36	232,020	22,405	15,515	7,676	2,456	19	280,091
1936-37	189,407	20,365	9,501	17,556	3,633	178	240,640
1937-38	79,342	16,243	8,228	14,744	648	16	119,221
1938-39	139,315	20,719	12,934	14,820	787	31	188,606
1939-40	162,158	30,516	23,591	10,678	2,743	—	229,686
1940-41	184,907	46,300	13,651	2,722	1,958	55	249,593
1941-42	179,902	45,926	11,861	2,058	2,792	842	243,381
1942-43	158,112	56,588	63,323	33,761	2,004	5,202	318,990
1943-44	283,166	60,590	74,735	36,103	8,108	10,050	472,752
1944-45	280,288	62,657	85,798	39,407	6,188	4,327	478,665
1945-46	278,070	62,038	43,861	4,416	2,968	346	391,699
1946-47	163,388	79,470	29,759	7,658	5,269	61	285,605
1947-48	133,505	61,477	10,202	3,730	10,226	1,788	220,928
1948-49	184,235	48,094	23,220	24,446	10,239	4,413	294,647
1949-50	179,457	45,680	20,547	20,837	9,954	3,034	279,509
1950-51	185,039	55,921	35,397	27,403	9,367	4,131	317,258
1951-52	304,722	51,103	70,646	73,472	6,820	2,882	509,645
1952-53	329,026	56,501	65,371	122,077	8,993	4,060	586,028
1953-54	208,835	46,246	70,700	93,741	16,835	5,172	441,529
1954-55	211,288	40,622	22,247	80,876	9,311	6,345	370,689
1955-56	269,181	40,000	4,142	68,699	12,918	11,583	406,523
1956-57	228,257	33,540	18,681	81,538	5,448	21,582	389,046
1957-58	275,693	40,381	26,184	80,298	5,446	13,650	441,652

①In Wheat Equivalent.

②Barley exports include barley malt and pot and pearl barley for the years 1946-47 to 1957-58 but bulk barley only for earlier years.

Source: Board of Grain Commissioners for Canada.

TABLE IX

DISTRIBUTION OF CANADIAN WHEAT AND WHEAT FLOUR EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1957-58

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central① America (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	191,283 (82.7%)	10,042 (4.3%)	11,912 (5.2%)	7,337 (3.2%)	2,108 (0.9%)	1,647 (0.7%)	6,877 (3.0%)	231,206 (100.0%)
1941-42	149,774 (66.3%)	26,471 (11.7%)	18,634 (8.3%)	10,519 (4.7%)	2,080 (0.9%)	14,940 (6.6%)	3,410 (1.5%)	225,828 (100.0%)
1942-43	150,232 (70.0%)	24,579 (11.4%)	14,862 (6.9%)	9,568 (4.5%)	1,482 (0.7%)	12,220 (5.7%)	1,757 (0.8%)	214,700 (100.0%)
1943-44	114,522 (33.4%)	37,240 (10.8%)	159,838 (46.5%)	10,272 (3.0%)	1,710 (0.5%)	18,979 (5.5%)	1,194 (0.3%)	343,755 (100.0%)
1944-45	152,598 (44.5%)	86,619 (25.3%)	41,942 (12.2%)	8,912 (2.6%)	4,175 (1.2%)	27,449 (8.0%)	21,250 (6.2%)	342,945 (100.0%)
1945-46	151,491 (44.6%)	88,180 (25.9%)	13,047 (3.8%)	10,163 (3.0%)	5,128 (1.5%)	38,175 (11.2%)	33,922 (10.0%)	340,106 (100.0%)
1946-47	160,983 (66.4%)	38,448 (15.8%)	1,695 (0.7%)	10,031 (4.1%)	7,022 (2.9%)	9,820 (4.0%)	14,859 (6.1%)	242,858 (100.0%)
1947-48	160,707 (82.4%)	14,802 (7.6%)	140 (0.1%)	8,455 (4.4%)	2,804 (1.4%)	1,178 (0.6%)	6,896 (3.5%)	194,982 (100.0%)
1948-49	151,728 (65.3%)	26,099 (11.2%)	5,544 (2.4%)	9,040 (3.9%)	4,578 (2.0%)	11,031 (4.7%)	24,309 (10.5%)	232,329 (100.0%)
1949-50	130,285 (57.9%)	28,932 (12.8%)	13,747 (6.1%)	10,535 (4.7%)	7,022 (3.1%)	9,633 (4.3%)	24,983 (11.1%)	225,137 (100.0%)
1950-51	101,556 (42.1%)	52,792 (21.9%)	21,222 (8.8%)	10,555 (4.4%)	10,396 (4.3%)	9,980 (4.1%)	34,460 (14.4%)	240,961 (100.0%)
1951-52	127,510 (35.8%)	97,916 (27.5%)	38,981 (11.0%)	11,428 (3.2%)	17,278 (4.9%)	12,568 (3.5%)	50,144 (14.1%)	355,825 (100.0%)
1952-53	122,854 (31.9%)	121,162 (31.4%)	23,140 (6.0%)	8,356 (2.2%)	25,976 (6.7%)	21,753 (5.6%)	62,286 (16.2%)	385,527 (100.0%)
1953-54	82,020 (32.2%)	63,350 (24.8%)	7,974 (3.1%)	11,140 (4.4%)	19,528 (7.7%)	11,297 (4.4%)	59,772 (23.4%)	255,081 (100.0%)
1954-55	101,814 (40.4%)	75,820 (30.1%)	5,235 (2.1%)	10,712 (4.3%)	8,685 (3.4%)	7,572 (3.0%)	42,071 (16.7%)	251,909 (100.0%)
1955-56	109,446 (35.4%)	127,210 (41.1%)	8,256 (2.7%)	9,294 (3.0%)	6,751 (2.2%)	8,200 (2.7%)	40,025 (12.9%)	309,182 (100.0%)
1956-57	90,435 (34.5%)	101,242 (38.7%)	7,548 (2.9%)	7,028 (2.7%)	6,610 (2.5%)	2,615 (1.0%)	46,319 (17.7%)	261,797 (100.0%)
1957-58	104,061 (32.9%)	101,141 (32.0%)	8,920 (2.8%)	8,787 (2.8%)	8,223 (2.6%)	2,165 (0.7%)	82,776 (26.2%)	316,073 (100.0%)

①Includes Newfoundland up to 1949-50.

Source: Board of Grain Commissioners for Canada.

TABLE X

DISTRIBUTION OF CANADIAN OATS①—EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1957-58

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America③ (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1940-41	—	84	10,073	53	—	—	40	10,250
	—	(0.8%)	(98.3%)	(0.5%)	—	—	(0.4%)	(100.0%)
1941-42	191	425	3,421	106	—	—	6	4,877②
	(4.0%)	(8.7%)	(70.1%)	(2.2%)	—	—	(0.1%)	(85.1%)
1942-43	63	316	61,550	398	—	—	—	62,327
	(0.1%)	(0.5%)	(98.8%)	(0.6%)	—	—	—	(100.0%)
1943-44	—	—	71,902	266	—	—	—	72,168
	—	—	(99.6%)	(0.4%)	—	—	—	(100.0%)
1944-45	5,145	1,378	69,708	409	77	—	928	77,645
	(6.6%)	(1.8%)	(89.8%)	(0.5%)	(0.1%)	—	(1.2%)	(100.0%)
1945-46	3,076	18,741	13,264	738	69	1,099	524	37,511
	(8.1%)	(50.0%)	(35.4%)	(2.0%)	(0.2%)	(2.9%)	(1.4%)	(100.0%)
1946-47	10,760	7,453	849	379	7	269	2,075	21,792
	(49.5%)	(34.2%)	(3.9%)	(1.7%)	—	(1.2%)	(9.5%)	(100.0%)
1947-48	—	4,092	1,215	103	4	—	—	5,414
	—	(75.6%)	(22.4%)	(1.9%)	(0.1%)	—	—	(100.0%)
1948-49	—	3,059	18,245	89	18	—	16	21,427
	—	(14.3%)	(85.1%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1949-50	—	1,945	17,089	68	24	—	16	19,142
	—	(10.2%)	(89.2%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1950-51	—	4,073	30,562	55	18	—	9	34,717
	—	(11.7%)	(88.0%)	(0.2%)	(0.1%)	—	—	(100.0%)
1951-52	—	10,957	58,573	36	4	—	9	69,579
	—	(15.7%)	(84.2%)	(0.1%)	—	—	—	(100.0%)
1952-53	564	4,694	59,527	37	4	—	31	64,857
	(0.9%)	(7.2%)	(91.8%)	(0.1%)	—	—	—	(100.0%)
1953-54	1,542	2,383	65,878	74	2	—	35	69,914
	(2.2%)	(3.4%)	(94.2%)	(0.1%)	—	—	(0.1%)	(100.0%)
1954-55	2,494	4,241	14,811	68	15	—	6	21,635
	(11.5%)	(19.6%)	(68.5%)	(0.3%)	(0.1%)	—	—	(100.0%)
1955-56	413	1,297	1,867	40	7	—	—	3,624
	(11.4%)	(35.8%)	(51.5%)	(1.1%)	(0.2%)	—	—	(100.0%)
1956-57	149	513	17,615	37	26	—	—	18,340
	(0.8%)	(2.8%)	(96.0%)	(0.2%)	(0.2%)	—	—	(100.0%)
1957-58	3,879	399	21,581	27	9	—	—	25,895
	(15.0%)	(1.5%)	(83.4%)	(0.1%)	—	—	—	(100.0%)

①Includes Oats as grain only.
②Includes 725,000 bushels (14.9%) bagged grain destination unknown.
③Includes Newfoundland up to 1949-50.
Source: Board of Grain Commissioners for Canada.

TABLE XI

DISTRIBUTION OF CANADIAN BARLEY EXPORTS BY SELECTED AREAS

Crop Years 1940-41 to 1957-58

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central America① (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
940-41	186	1,226	1,155	153	2	—	—	2,722
	(6.8%)	(45.0%)	(42.5%)	(5.6%)	(0.1%)	—	—	(100.0%)
941-42	—	131	1,690	234	—	—	—	2,058②
	—	(6.4%)	(82.1%)	(11.4%)	—	—	—	(99.9%)
942-43	—	—	33,472	289	—	—	—	33,761
	—	—	(99.1%)	(0.9%)	—	—	—	(100.0%)
943-44	—	—	35,805	298	—	—	—	36,103
	—	—	(99.2%)	(0.8%)	—	—	—	(100.0%)
944-45	—	3,609	35,794	4	—	—	—	39,407
	—	(9.2%)	(90.8%)	—	—	—	—	(100.0%)
945-46	—	755	3,661	—	—	—	—	4,416
	—	(17.1%)	(82.9%)	—	—	—	—	(100.0%)
946-47	—	2,845	4,058	—	—	—	—	6,903
	—	(41.2%)	(58.8%)	—	—	—	—	(100.0%)
947-48	—	1,378	1,155	145	—	—	—	2,678
	—	(51.5%)	(43.1%)	(5.4%)	—	—	—	(100.0%)
948-49	—	10,832	10,647	229	—	—	22	21,730
	—	(49.8%)	(49.0%)	(1.1%)	—	—	(0.1%)	(100.0%)
949-50	—	1,300	16,202	—	—	—	21	17,523
	—	(7.4%)	(92.5%)	—	—	—	(0.1%)	(100.0%)
950-51	160	11,127	10,588	—	—	—	1,200	23,075
	(0.7%)	(48.2%)	(45.9%)	—	—	—	(5.2%)	(100.0%)
951-52	7,656	36,627	10,220	—	1	—	15,411	69,915
	(11.0%)	(52.4%)	(14.6%)	—	—	—	(22.0%)	(100.0%)
952-53	16,085	53,190	24,085	—	1	—	25,496	118,857
	(13.5%)	(44.7%)	(20.3%)	—	—	—	(21.5%)	(100.0%)
953-54	19,639	13,438	36,921	2	—	—	20,044	90,044
	(21.8%)	(14.9%)	(41.0%)	—	—	—	(22.3%)	(100.0%)
954-55	48,538	5,106	19,086	4	2	—	4,356	77,092
	(63.0%)	(6.6%)	(24.8%)	—	—	—	(5.6%)	(100.0%)
955-56	22,685	5,733	28,855	1	3	—	7,037	64,314
	(35.3%)	(8.9%)	(44.9%)	—	—	—	(10.9%)	(100.0%)
956-57	32,369	10,726	21,562	—	—	—	12,224	76,881
	(42.1%)	(14.0%)	(28.0%)	—	—	—	(15.9%)	(100.0%)
957-58	36,743	6,745	21,457	—	—	—	10,175	75,120
	(48.9%)	(9.0%)	(28.6%)	—	—	—	(13.5%)	(100.0%)

①Includes Newfoundland up to 1949-50.
②3,000 bushels (0.1%) bagged grain—Destination unknown.
Source: Board of Grain Commissioners for Canada.

TABLE XII

PRODUCERS' MARKETINGS—WESTERN CANADIAN GRAINS

Crop Years 1933-34 to 1957-58

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total①
			(Thousands of Bushels)			
1933-34	226,846	33,360	13,096	1,149	362	278,854
1934-35	227,445	31,736	13,756	1,088	430	278,625
1935-36	214,342	30,990	15,776	2,793	986	268,623
1936-37	163,457	29,039	21,519	1,619	1,353	219,578
1937-38	124,574	28,975	23,471	1,462	372	184,551
1938-39	289,447	32,336	24,360	3,393	747	354,471
1939-40	425,531	34,635	21,881	5,214	1,586	492,380
1940-41	456,660	32,150	20,791	5,048	2,572	517,221
1941-42	227,121	33,250	26,644	5,339	4,898	297,252
1942-43	267,340	120,689	85,571	9,777	11,359	494,736
1943-44	329,322	144,277	85,549	4,690	14,239	578,077
1944-45	351,384	134,615	75,690	4,122	7,154	572,965
1945-46	237,300	107,397	67,272	3,096	4,734	419,799
1946-47	334,618	99,856	67,553	5,577	4,808	512,412
1947-48	246,602	72,652	65,014	10,143	10,503	404,914
1948-49	293,987	85,924	70,252	17,502	15,166	482,831
1949-50	319,571	80,448	53,326	8,689	1,493	463,527
1950-51	367,845	102,688	83,414	7,441	3,254	564,642
1951-52	455,362	133,608	130,336	11,727	6,363	737,396
1952-53	535,989	119,750	165,036	15,926	8,155	844,856
1953-54	396,961	90,367	101,397	12,209	7,403	608,337
1954-55	319,780	70,221	112,568	13,191	8,792	524,552
1955-56	352,975	71,629	114,460	12,486	15,750	567,300
1956-57	362,454	69,254	120,661	4,063	29,013	585,445
1957-58②	378,421	57,724	116,644	7,374	15,407	575,570

①Totals for crop years 1933-34 to 1939-40 inclusive include platform loadings of coarse grains, not shown in the figures for each individual grain.

②Preliminary figures.

Source: Board of Grain Commissioners for Canada.

TABLE XIII

RAIL SHIPMENTS FROM WESTERN COUNTRY ELEVATORS

Crop Years 1943-44 to 1957-58

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1943-44	408,794,410	146,389,951	90,739,736	8,510,339	14,986,072	669,420,508
1944-45	424,079,134	147,124,431	82,033,858	4,502,589	7,093,780	664,833,792
1945-46	297,307,308	110,204,349	67,685,661	2,960,473	5,135,814	483,293,605
1946-47	331,120,642	105,562,688	72,168,541	5,705,585	4,725,954	519,283,410
1947-48	247,005,399	75,656,162	66,070,399	9,785,253	9,860,350	408,377,563
1948-49	289,843,302	83,035,066	68,904,394	16,169,309	15,485,845	473,437,916
1949-50	308,377,624	80,930,369	53,615,249	9,634,397	1,537,866	454,095,505
1950-51	309,397,232	90,260,430	74,336,962	7,815,471	3,010,111	484,820,206
1951-52	429,643,419	121,922,070	114,449,354	9,607,348	5,704,183	681,326,374
1952-53	474,918,967	105,504,254	143,415,520	14,611,088	7,476,310	745,926,139
1953-54	335,834,138	108,061,751	117,237,168	11,545,394	7,683,349	580,361,800
1954-55	307,015,780	73,044,811	112,076,924	13,570,387	8,880,190	514,588,092
1955-56	335,327,038	64,685,499	112,830,912	12,113,521	14,864,570	539,821,540
1956-57	359,398,901	52,488,157	116,052,798	5,905,742	26,869,110	560,714,708
1957-58①	373,161,926	67,373,884	118,386,599	7,098,525	15,417,799	581,438,733

①Subject to revision.

Source: Board of Grain Commissioners for Canada.

TABLE XIV

VESSEL SHIPMENTS OF PRINCIPAL GRAINS FROM THE LAKEHEAD

Crop Years 1940-41 to 1957-58

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1940-41	217,439,003	13,018,645	9,971,860	4,297,261	1,612,798	246,339,567
1941-42	204,944,133	5,456,822	9,892,366	3,875,989	2,010,339	226,179,649
1942-43	171,325,422	36,303,618	32,438,575	1,590,318	5,669,143	247,327,076
1943-44	292,728,915	50,777,311	42,212,992	9,441,840	10,601,127	405,762,185
1944-45	324,730,999	99,242,739	55,567,683	5,664,591	5,500,932	490,706,944
1945-46	231,022,017	62,323,412	34,008,271	2,713,341	3,335,534	333,402,575
1946-47	175,806,761	50,311,335	31,221,973	4,776,225	1,339,983	263,456,277
1947-48	134,545,364	34,434,520	28,312,907	8,549,033	5,933,346	211,775,170
1948-49	159,860,617	39,725,647	37,918,784	12,320,244	9,624,601	259,449,893
1949-50	164,958,725	41,204,023	33,796,178	9,687,245	4,280,260	253,926,431
1950-51	141,708,034	45,064,802	34,476,555	8,871,808	3,630,491	233,751,690
1951-52	253,116,277	82,874,027	73,274,674	6,977,331	4,071,347	420,313,656
1952-53	251,809,101	81,132,026	109,096,288	10,678,063	6,044,005	458,759,483
1953-54	134,698,514	86,972,188	84,257,907	15,740,212	5,498,361	327,167,182
1954-55	164,733,648	46,327,223	82,368,609	10,781,923	5,741,783	309,953,186
1955-56	183,696,338	35,564,246	78,171,277	13,501,152	9,619,756	320,552,769
1956-57	170,796,094	47,645,206	72,775,293	5,889,581	13,585,437	310,691,611
1957-58 ①	176,852,044	51,672,275	75,033,975	4,771,777	8,220,860	316,550,931

①Subject to revision.

Source: Dominion Bureau of Statistics—Grain Trade of Canada—Annual Editions.

TABLE XV

OVERSEAS CLEARANCES OF CANADIAN BULK GRAIN BY PORT AREAS

Crop Years 1938-39 to 1957-58

Crop Year	Atlantic① Coast	St. Lawrence	Lakehead Direct	Churchill	Pacific Coast	Total
			(Thousands of Bushels)			
1938-39	16,623	87,863	447	917	45,445	151,295
1939-40	99,889	57,570	112	1,772	10,733	170,076
1940-41	108,481	63,235	3	—	4,107	175,826
1941-42	122,542	38,106	8	—	2,422	163,078
1942-43	127,847	15,437	10	—	1,598	144,892
1943-44	95,309	25,749	4	—	3,084	124,146
1944-45	135,505	106,942	8	—	8,644	251,099
1945-46	103,520	121,642	39	—	66,952	292,153
1946-47	37,220	87,174	—	2,929	61,715	189,038
1947-48	37,053	71,660	—	4,976	36,854	150,543
1948-49	34,974	99,955	—	5,314	60,696	200,939
1949-50	18,139	86,523	217	5,528	62,651	173,058
1950-51	21,383	94,840	119	6,768	68,481	191,591
1951-52	31,726	191,355	116	7,545	113,412	344,154
1952-53	42,185	240,786	533	8,621	121,374	413,499
1953-54	12,830	105,460	784	10,981	133,972	264,027
1954-55	40,759	133,888	158	12,245	98,428	285,478
1955-56	45,438	147,750	66	12,819	113,583	319,656
1956-57	28,495	117,393	—	16,250	138,968	301,106
1957-58	30,930	123,090	419	18,425	169,555	342,446

①Includes U.S.A. Atlantic Ports.

Source: Board of Grain Commissioners for Canada.

TABLE XVI

WHEAT PRODUCTION IN THE FOUR MAJOR EXPORTING COUNTRIES

Crop Years 1945-46 to 1958-59

Crop Year	Canada	Argentina	Australia	United States	Total
			(Thousands of Bushels)		
1945-46	316,320	150,116	142,419	1,107,623	1,716,478
1946-47	411,601	206,304	117,264	1,152,118	1,887,287
1947-48	338,506	238,800	220,117	1,358,911	2,156,334
1948-49	381,413	191,000	190,699	1,294,911	2,058,023
1949-50	366,028	189,017	218,221	1,098,415	1,871,681
1950-51	466,490	212,967	184,244	1,019,389	1,883,090
1951-52	553,678	77,162	159,725	980,810	1,771,375
1952-53	701,973	277,909	195,208	1,298,957	2,474,047
1953-54	634,040	227,800	199,000	1,169,484	2,230,324
1954-55	331,981	282,559	168,610	984,846	1,767,996
1955-56	519,178	192,904	195,589	936,761	1,844,432
1956-57	573,040	261,980	135,000	1,004,272	1,974,292
1957-58	370,508	213,500	96,800	947,102	1,627,910
1958-59①	368,730	236,973	192,000	1,449,498	2,247,201

①Preliminary.

Source: For Canada—Dominion Bureau of Statistics.
For U.S.A.—U.S. Department of Agriculture.
For Argentina and Australia—
1945-46 to 1952-53—International Wheat Council.
1953-54 to 1958-59—Official sources of each country.

TABLE XVII

WORLD EXPORTS OF WHEAT AND WHEAT FLOUR BY PRINCIPAL EXPORTERS
DISTRIBUTION BY QUANTITY AND PERCENTAGE OF WORLD TRADE

Average 1930-39
July-June Crop Years 1945-46 to 1957-58

Crop Year	Argentina	Australia	Canada	United States	Others	World Total
			(Millions of Bushels)			
Average 1930-39①	130 (18.3%)	114 (16.0%)	201 (28.3%)	75 (10.6%)	190 (26.8%)	710 (100.0%)
1945-46	68 (7.8%)	36 (4.2%)	373 (43.0%)	390 (45.0%)	— —	867 (100.0%)
1946-47	60 (7.7%)	47 (6.1%)	229 (29.5%)	397 (51.2%)	43 (5.5%)	776 (100.0%)
1947-48	102 (11.0%)	96 (10.3%)	205 (22.1%)	485 (52.2%)	41 (4.4%)	929 (100.0%)
1948-49	61 (6.1%)	122 (12.3%)	225 (22.6%)	504 (50.7%)	83 (8.3%)	995 (100.0%)
1949-50	87 (10.5%)	114 (13.8%)	232 (28.1%)	299 (36.2%)	94 (11.4%)	826 (100.0%)
1950-51	103 (10.9%)	127 (13.5%)	226 (24.0%)	366 (38.9%)	120 (12.7%)	942 (100.0%)
1951-52	30 (2.8%)	99 (9.3%)	345 (32.4%)	475 (44.7%)	115 (10.8%)	1,064 (100.0%)
1952-53	29 (3.0%)	99 (10.1%)	384 (39.2%)	317 (32.4%)	150 (15.3%)	979 (100.0%)
1953-54	110 (12.6%)	71 (8.2%)	278 (32.0%)	217 (25.0%)	193 (22.2%)	869 (100.0%)
1954-55	132 (13.6%)	93 (9.6%)	253 (26.1%)	274 (28.1%)	219 (22.6%)	971 (100.0%)
1955-56	115 (10.9%)	102 (9.7%)	301 (28.6%)	346 (32.8%)	190 (18.0%)	1,054 (100.0%)
1956-57	98 (7.3%)	126 (9.3%)	267 (19.8%)	549 (40.7%)	310 (22.9%)	1,350 (100.0%)
1957-58②	77 (6.7%)	68 (5.9%)	313 (27.1%)	402 (34.9%)	293 (25.4%)	1,153 (100.0%)

①Calendar years.

②Subject to revision.

Source: For Canada—Board of Grain Commissioners for Canada.
All Others—Foreign Agricultural Service, United States Department of Agriculture.

TABLE XVIII
WHEAT ACREAGE IN SELECTED COUNTRIES
1947 to 1958

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Acres)			
1947	192	868	60	8,384	2,060	11,122
1948	354	1,325	170	10,456	2,241	11,526
1949	378	1,557	206	10,434	2,279	11,686
1950	430	1,611	210	10,673	2,506	11,661
1951	408	1,792	200	10,502	2,545	11,683
1952	415	2,002	183	10,616	2,948	11,570
1953	435③	2,249	175	10,426	2,854③	11,787
1954	470③	2,671	210	11,098	2,736③	11,785
1955	487③	2,681	166	11,253	2,894③	11,990
1956	464	2,840	164	7,000	2,830	12,350
1957	513	2,775	158	11,534	3,000	12,375
1958②	547	—①	180	11,390	3,200	12,300

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Acres)			
1947	1,428	212	723	225	10,321	2,163
1948	1,824	244	780	211	11,342	2,279
1949	1,872	256	759	206	9,903	1,963
1950	1,883	225	838	215	11,063	2,479
1951	1,811	185	811	242	12,170	2,130
1952	1,779	203	820	250	13,673	2,031
1953	1,693	161	956	235③	16,178③	2,217
1954	1,658	272	1,068	250③	16,163③	2,456
1955	1,633	220	872	257③	17,757③	1,947
1956	1,625	212	980	195	18,125	2,293
1957	1,526	245	823	238	17,878	2,113
1958②	1,480	274	698	261	—①	2,205

①Not available. ②Preliminary. ③Including spelt.

Sources: For 1947-1956—International Wheat Council.
1956-58—United States Department of Agriculture.

TABLE XIX
WHEAT PRODUCTION IN SELECTED COUNTRIES
1947 to 1958

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1947	4,480	13,216	2,016	119,989	43,792	171,883
1948	12,656	14,896	9,334	280,485	73,771	226,016
1949	21,914	16,090	11,013	296,947	90,794①	259,838
1950	20,099	19,548	10,950	282,963	96,048①	285,646
1951	19,436	15,579	10,031	261,468	108,357①	255,810
1952	21,273	25,351	11,060	309,419	120,924①	289,173
1953	21,091	28,366	10,398	329,995	116,845①	332,788
1954	21,642	32,004	10,729	388,234	106,300①	267,604
1955	26,860	40,455	9,333	380,849	124,120①	349,249
1956	21,920	36,000	9,770	250,000	127,560	318,980
1957	27,590	27,000	10,030	407,200	140,630	310,000
1958③	30,000	—②	10,000	325,000	135,000	340,000

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1947	26,992	7,131	14,672	6,869	119,280	62,23
1948	33,077	11,237	25,797	7,168	159,675	88,14
1949	45,920	15,642	25,648	9,333	92,474	82,28
1950	49,163	10,839	27,154	8,378	142,272	97,29
1951	54,744	9,921	17,527	9,589	210,526	86,45
1952	56,475	12,015	28,731	10,251	241,609	86,12
1953	50,486	9,149	36,266	9,002①	298,726	99,46
1954	55,703	14,587	37,515	12,713①	184,086	103,91
1955	53,940	12,860	26,308	11,795①	257,794	97,04
1956	50,530	11,340	34,950	7,030	215,000	106,21
1957	48,870	14,430	26,125	10,480	250,000	100,16
1958③	46,848	15,500	24,510	11,550	240,000	110,00

①Including spelt. ②Not available. ③Preliminary.

Sources: 1947-1955—International Wheat Council.
1956-58—U.S. Department of Agriculture.

TABLE XX

IMPORTS OF WHEAT AND FLOUR INTO SELECTED COUNTRIES FROM ALL SOURCES

Crops Year ①1947-48 to 1957-58

Crop Year	Luxembourg	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
947-48	28,513	23,038	3,123	42,586	133,821	86,568
948-49	26,382	30,203	3,601	25,022	117,800	85,466
949-50	22,193	41,667	919	21,936	96,232	43,027
950-51	35,678	52,727	2,058	8,194	89,287	47,583
951-52	27,007	50,082	1,984	25,022	84,988	66,396
952-53	25,721	51,845	3,123	15,175	83,776	45,636
953-54	27,484	59,929	4,850	9,994	87,670	22,891
954-55	25,096	59,378	13,963	8,047	106,006	18,813
955-56	17,527	62,464	11,942	16,939	93,880	26,713
956-57	18,482	57,063	8,120	65,881	117,984	19,805
957-58②	15,763	—③	5,622	9,370	96,232	13,926

Crop Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
947-48	35,384	28,256	5,181	15,800	—	194,595
948-49	59,745	29,395	2,352	13,522	331	210,762
949-50	75,178	20,760	1,470	12,346	12,236	172,659
950-51	57,357	25,647	4,924	16,829	1,543	152,670
951-52	62,097	32,702	8,708	12,383	3,932	182,506
952-53	45,378	33,033	9,002	13,264	—	174,569
953-54	86,972	34,098	1,139	15,506	37	143,888
954-55	72,018	30,020	441	13,705	6,246	188,899
955-56	83,408	33,437	2,241	9,921	3,454	193,051
956-57	87,928	33,878	2,168	21,422	11,170	183,572
957-58②	88,736	37,589	4,997	20,834	10,729	187,834

①July-June year. ②Subject to revision. ③Not available.

Source: Food and Agricultural Organization of the United Nations—World Imports of Wheat and Wheat Flour.

TABLE XXI

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 1 NORTHERN WHEAT BASIS IN STORE FORT WILLIAM/PORT ARTHUR OR VANCOUVER

Crop Years 1943-44 to 1957-58

Crop Year	Initial Payment	Adjustment Payment	Interim Payment	Final Payment①	Total Realized Price①
			(Dollars per Bushel)		
1943-44	1.25	—	—	.123	1.373
1944-45	1.25	—	—	.189	1.439
1945-46	1.25	.50	—	.084	1.834
1946-47	1.35	.40	—	.084	1.834
1947-48	1.35	.40	—	.084	1.834
1948-49	1.55	.20	—	.084	1.834
1949-50	1.75	—	—	.084	1.834
1950-51	1.40	.20	—	.258	1.858
1951-52	1.40	.20	—	.236	1.836
1952-53	1.40	.20	.12	.099	1.819
1953-54	1.40	—	.10	.064	1.564
1954-55	1.40	—	.10	.151	1.651
1955-56	1.40	—	.10	.109	1.609
1956-57	1.40	—	.10	.088	1.588
1957-58②	1.40	—	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

②Pool account not closed out at date of report.

TABLE XXII

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 2 CANADA WESTERN OATS BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1957-58

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
	(Cents per Bushel)			
1949-50	65	—	19.1	84.1
1950-51	65	10	9.8	84.8
1951-52	65	—	18.8	83.8
1952-53	65	—	9.1	74.1
1953-54	65	—	5.5	70.5
1954-55	65	7	8.7	80.7
1955-56	65	—	14.8	79.8
1956-57	65	—	—	65.0
1957-58②	60	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.
②Pool account not closed out at date of report.

TABLE XXIII

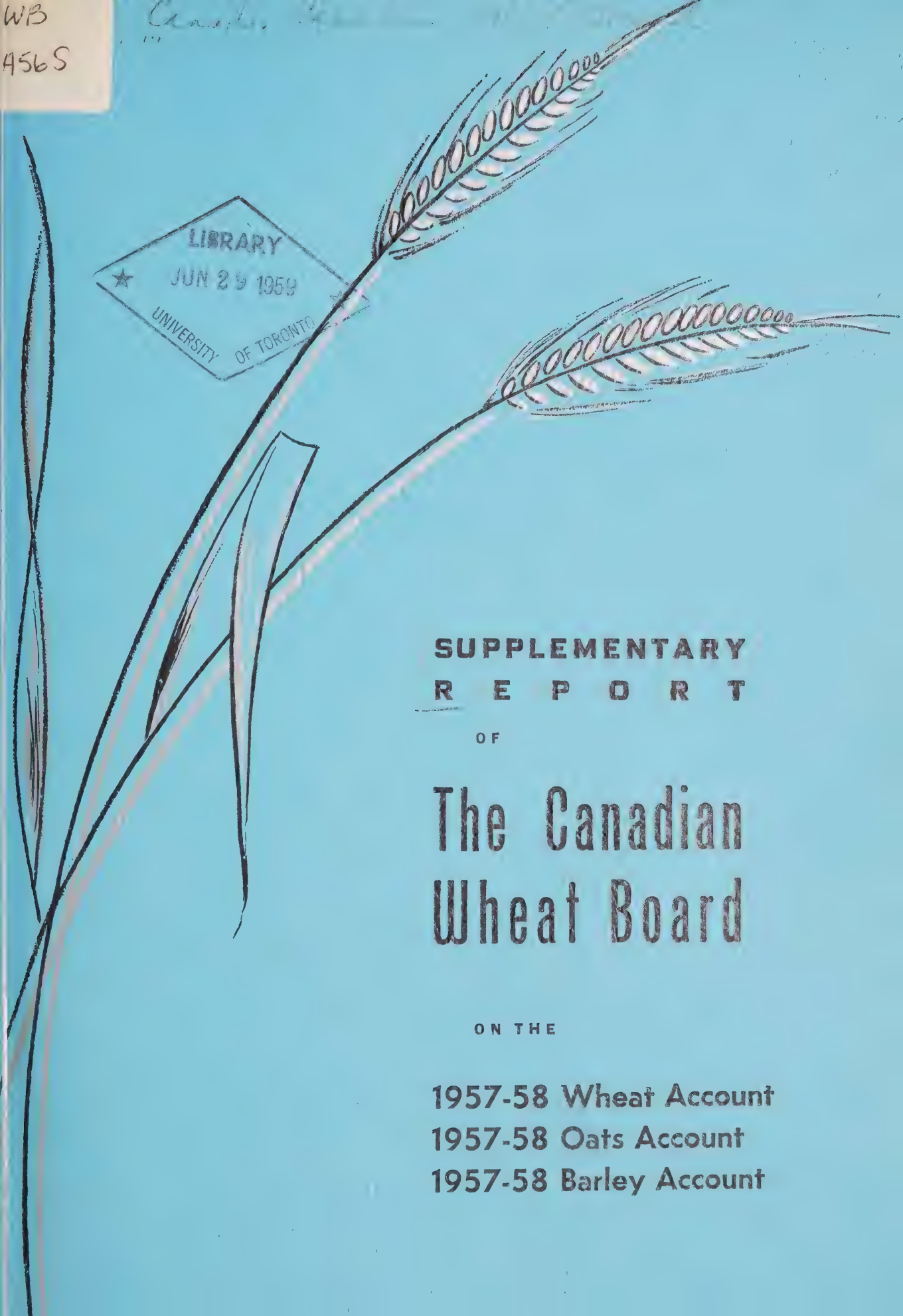
SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 3 CANADA WESTERN 6-ROW BARLEY BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1957-58

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
	(Cents per Bushel)			
1949-50	93	—	58.0	151.0
1950-51	93	20	21.1	134.1
1951-52	96	20	13.3	129.3
1952-53	96	15	13.5	124.5
1953-54	96	—	10.0	106.0
1954-55	96	10	4.5	110.5
1955-56	96	—	12.8	108.8
1956-57	96	—	6.0	102.0
1957-58②	96	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.
②Pool account not closed out at date of report.

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SUPPLEMENTARY
REPORT
OF

The Canadian Wheat Board

ON THE

1957-58 Wheat Account
1957-58 Oats Account
1957-58 Barley Account

Supplementary Report of The Canadian Wheat Board on the 1957-58 Pool Accounts—Wheat, Oats and Barley

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
OTTAWA, Canada.

Sir:

The Annual Report of The Canadian Wheat Board for 1957-58 included financial statements relevant to the operations of the 1957-58 Wheat, Oats and Barley Accounts. These statements dealt with the position of each Pool Account as at July 31, 1958. The 1957-58 Wheat Account was closed as at May 15, 1959, and the 1957-58 Oats and Barley Accounts were closed as at February 27, 1959. We beg to submit herewith final operating statements applicable to these Pools.

1957-58 Pool Account—Wheat

1. Receipts and Disposition

RECEIPTS

Receipts of wheat in the 1957-58 Pool were 514,545,786.1 bushels.* This total included 376,861,133.5 bushels delivered by producers between August 1, 1957 and July 31, 1958; an additional 1,945,403.5 bushels acquired from other than producers; and 135,739,249.1 bushels transferred from the 1956-57 Pool to the 1957-58 Pool as at May 9, 1958.

DISPOSITION OF STOCKS

The disposition of stocks of wheat in the 1957-58 Pool, including completed sales, weight losses in transit and in drying, and stocks transferred from the 1957-58 Pool to the 1958-59 Pool as at May 15, 1959, is shown in the following table:

	Bushels
Domestic sales	72,359,665.5
Export sales on a Class II basis	210,953,725.3
Export sales under the terms of the International Wheat Agreement	91,404,681.8
Weight losses in transit and in drying	62,936.1
	374,781,008.7
Transfer to the 1958-59 Pool Account—Wheat	139,764,777.4
Total	514,545,786.1

Export and domestic sales (including weight losses) from the 1957-58 Pool amounted to 374,781,008.7 bushels. Of these export sales, 91,404,681.8 bushels were sold under the terms of the International Wheat Agreement. Domestic sales were 72,359,665.5 bushels.

*Total receipts were adjusted upward by 365,771.3 bushels as compared with receipts shown on Page 7 of the Annual Report of The Canadian Wheat Board for 1957-58.

Priced open sales contracts and unsold stocks in the Pool as at May 15, 1959 were transferred to the 1958-59 Pool Account. The transfer was authorized by Order in Council P.C. 1959-708, June 4, 1959.

The following table shows the principal grades of wheat transferred to the 1958-59 Pool as at May 15, 1959:

GRADES

(Including Toughs and Damps)	Bushels
No. 2 Northern	11,192,310.5
No. 3 Northern	42,327,955.0
No. 4 Northern	61,608,434.2
No. 5 Wheat	7,875,225.0
No. 2 Amber Durum	2,161,799.0
No. 3 Amber Durum	4,181,206.8
No. 4 Amber Durum	3,589,724.8
Other grades	6,828,122.1
Total	139,764,777.4

Stocks transferred from the 1957-58 Pool to the 1958-59 Pool amounted to 139,764,777.4 bushels. Of these stocks, 49,175,342.1 bushels were covered by priced open sales contracts and were transferred to the 1958-59 Pool at contract prices. Remaining unsold stocks in the amount of 90,589,435.3 bushels (including unpriced open sales contracts) were transferred to the 1958-59 Pool at the Board's quoted prices as at the close of business on May 15, 1959. In pricing unsold stocks of wheat the Board estimated the volume of these stocks which would be sold basis (a) Board quoted prices in store Fort William/Port Arthur and (b) Board quoted prices in store Vancouver. Unsold stocks of wheat for shipment via the Lakehead were priced at $1.68⅜ per bushel basis No. 1 Northern Wheat. Unsold stocks for shipment via Vancouver were priced at $1.76¾ per bushel basis No. 1 Northern Wheat. Stocks designated for shipment through Churchill were transferred at an appropriate premium over the

Board's quoted prices in store Fort William/Port Arthur. Excepting for certain grades of Durum Wheat, the Board did not consider it necessary to make provision for subsequent market risk.

Carrying charges subsequent to the date of transfe were fully provided for from funds allocated to th 1958-59 Pool under the Temporary Whea Reserves Act.

2. 1957-58 Pool Account—Wheat

The following table shows the operating results of the 1957-58 Pool Account from August 1, 1957 t the closing date of the Pool, May 15, 1959:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries, August 1, 1957 to July 31, 1958	376,861,133.5	
(b) Purchases from 1956-57 Pool Account—Wheat	135,739,249.1	
(c) Wheat otherwise acquired ①	1,945,403.5	
Total Wheat acquired	514,545,786.1	
	(Value)	(Value)
2. Cost of wheat acquired		$690,581,765.8
3. Proceeds of sales—August 1, 1957 to May 15, 1959	$571,417,731.40	
Sales value of stocks transferred to 1958-59 Pool Account as at May 15, 1959 ②	216,635,146.51	788,052,877.9
4. Gross surplus as at May 15, 1959		97,471,112.(
5. Operating costs—August 1, 1957 to May 15, 1959:		
(a) Carrying charges on wheat stored in country elevators	39,792,409.29	
(b) Storage on wheat stored in terminal elevators	12,157,676.35	
(c) Net interest paid on Agency wheat stocks	4,368,056.73	
	56,318,142.37	
Less: Carrying charges received under the Temporary Wheat Reserves Act	39,574,057.35	
Net carrying charges paid	16,744,085.02	
(d) Bank interest, Board inter-account interest, exchange and bank charges	3,617,962.58	
(e) Additional freight (net)	828,197.12	
(f) Handling, stop-off and diversion charges	621,377.73	
(g) Drying charges	91,141.03	
(h) Administrative and general expenses	2,165,966.46	24,068,729.4
6. Surplus on operations of the Board on 1957-58 Pool Account—Wheat, for the period August 1, 1957 to May 15, 1959		$ 73,402,382.3

① Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board ini prices, basis in store Fort William/Port Arthur or Vancouver.

②For details of transfer see Page 1.

. *Application of the Temporary Wheat Reserves Act*

In each crop year during the effective period of ıe legislation, the Government of Canada pro- ides funds for carrying charge purposes to the ttent that the quantity of wheat upon which the oard is paying carrying charges on August 1st of ıch crop year is in excess of 178 million bushels on ıe basis of the carrying charge rates in effect ımediately prior to August 1st of each crop year. n August 1, 1958 the quantity of wheat upon hich the Board was paying carrying charges was 6,264,478.2 bushels.* This figure exceeded the ısic stocks of 178,000,000.0 bushels by 8,264,478.2 bushels. Therefore, during the crop ar 1958-59 the Government of Canada paid rrying charges on the latter amount of wheat. ıe rate of carrying charges paid was .04780 cent r bushel per day. Funds paid or to be paid to e Board under the Temporary Wheat Reserves t during the crop year 1958-59 amount to 9,825,303.51. The Board recommended and ıvernor in Council approved (Order in Council C. 1959-710, June 4, 1959) the following alloca- n of these funds between the two operating Pool counts:

57-58 Pool Account—Wheat	$29,276,631.96
58-59 Pool Account—Wheat	10,548,671.55
Total	$39,825,303.51

The allocation of funds in 1958-59 was made on same basis as in the previous crop year. Since cks of wheat in the 1957-58 Pool remained in ess of 228,264,478.2 bushels from August 1, 8 to February 12, 1959, all funds accrued under Temporary Wheat Reserves Act were applied he 1957-58 Pool Account between these dates. m February 13, 1959 to the date of the closing he 1957-58 Pool Account on May 15, 1959 funds e allocated to the 1957-58 Pool on the basis of ıverage wheat stocks for this period in relation he total wheat stocks upon which carrying ges were paid under the Act. Subsequent to May 15, 1959 and up to July 31, 1959 all funds received under the Act are for the account of the 1958-59 Pool Account.

The 1957-58 Wheat Account received the following allocations under the Temporary Wheat Reserves Act:

Crop year 1957-58	$10,297,425.39
Crop year 1958-59	29,276,631.96
Total	$39,574,057.35

From August 1, 1955 to July 31, 1959 funds provided under the Temporary Wheat Reserves Act have been allocated to Pool Accounts in the following amounts:

1954-55 Pool Account—Wheat	$ 23,230,623.04
1955-56 Pool Account—Wheat	29,191,306.19
1956-57 Pool Account—Wheat	33,137,106.47
1957-58 Pool Account—Wheat	39,574,057.35
1958-59 Pool Account—Wheat	10,548,671.55
Total	$135,681,764.60

4. *Surplus for Distribution to Producers*

As shown in the operating statement on Page 2, the surplus on the 1957-58 Pool Account—Wheat, as at May 15, 1959 was $73,402,382.13, before providing for the interim payment authorized by Order in Council P.C. 1959-215, February 24, 1959.

This interim payment involved the distribution of $38,783,856.67, and was in the amount of 10 cents per bushel on all grades of wheat excepting high-quality milling grades of Durum Wheat, upon which the interim payment was 15 cents per bushel.

After allowing for the interim payment, the Prairie Farm Assistance Act levy on the interim and final payments, the cost of issuing the final payment, and after adding estimated interest earnings subsequent to May 15, 1959, the net final surplus for distribution to producers was $33,874,398.61 as shown in the following table:

lus on operations of the Board as at May 15, 1959		$73,402,382.13
Deduct: Interim payment		38,783,856.67
		34,618,525.46
Deduct: Prairie Farm Assistant Act levy	$733,921.77	
Cost of issuing final payment	158,163.71	892,085.48
		33,726,439.98
Add: Estimated additional interest earned from May 15, 1959 to date of distribution		147,958.63
nce for final distribution to producers		$33,874,398.61

n producers' deliveries of 376,861,133.5 bushels, the average final payment was 8.9886 cents per el. The distribution of final payment cheques to producers was authorized by Order in Council 1959-709, June 4, 1959.

firmed by Order in Council P.C. 1958-1754, December 29, 58.

5. *Comments on the 1957-58 Pool Account—Wheat*

Operating costs incurred by the Board in the period from August 1, 1957 to May 15, 1959 applicable to the 1957-58 Pool were $24,068,729.94, after crediting funds paid to the Board by the Government of Canada under the provisions of the Temporary Wheat Reserves Act. Operating costs consisted of the following:

(a) *Carrying Charges—$16,744,085.02*

Total carrying charges incurred by the Board, including storage and interest charges on wheat in country and terminal elevators and in mill positions, were $56,318,142.37. These carrying charges amounted to 14.9439 cents per bushel on producers' marketings of 376,861,133.5 bushels. Of the funds received from the Government of Canada under the Temporary Wheat Reserves Act, the sum of $39,574,057.35 was allocated to the 1957-58 Pool Account, or the equivalent of 10.5009 cents per bushel on producers' deliveries to the Pool. After applying these funds the actual carrying charges paid by the Board for producers' account amounted to $16,744,085.02, or 4.4430 cents per bushel.

(b) *Net Interest, Exchange and Bank Charges, Etc.—$3,617,962.58*

This item comprises bank interest, exchange and bank charges, and net interest paid to or received from other Board accounts.

(c) *Additional Freight (Net)—$828,197.12*

This item consists chiefly of additional freigh paid on wheat shipped from Saskatchewan statio to the Pacific Coast against the Fort William/Po Arthur freight differential and on low-grade whe shipped from Alberta stations to the Lakehea The item also includes freight credits on whe shipped to Churchill.

(d) *Handling, Stop-Off and Diversion Charges—$621,377.73*

These charges were incurred in shipping whe to interior terminals for storage and in diverti wheat for shipment to Churchill.

(e) *Administrative and General Expenses—$2,165,966.46*

Administrative and general expenses of t Board applicable to the 1957-58 Pool Accou were the equivalent of .5747 cent per bushel producers' marketings of 376,861.133.5 bushels.

6. *Realized Prices*

The following table shows initial paymen interim payments, final payments and total pri realized by producers for the principal grades wheat delivered to the 1957-58 Pool Account ba in store Fort William/Port Arthur or Vancouv after deduction of net operating costs, includ carrying charges, interest and administrat expenses:

Red Spring Wheat Grades	① Initial Payment	① Interim Payment	① Final Payment	① Reali Pri
	(dollars per bushel)			
No. 1 Manitoba Northern	1.40	.10	.12120	1.62
No. 2 Manitoba Northern	1.36	.10	.12592	1.58
No. 3 Manitoba Northern	1.32	.10	.07794	1.49
No. 4 Manitoba Northern	1.25	.10	.04630	1.39
No. 5 Wheat	1.08	.10	.14216	1.32
No. 6 Wheat	1.02	.10	.18466	1.30
Feed Wheat	.96	.10	.22346	1.28

Amber Durum Grades	① Initial Payment	① Interim Payment	① Final Payment	(Real Pri
	(dollars per bushel)			
No. 1 C.W. Amber Durum	1.50	.15	.19554	1.84
No. 2 C.W. Amber Durum	1.47	.15	.20511	1.82
No. 3 C.W. Amber Durum	1.40	.15	.13039	1.68
Extra No. 4 C.W. Amber Durum	1.34	.15	.18958	1.67
No. 4 C.W. Amber Durum	1.31	.10	.02509	1.43
No. 5 C.W. Amber Durum	1.13	.10	.09777	1.32
No. 6 C.W. Amber Durum	1.07	.10	.13466	1.30

①Prior to deduction of Prairie Farm Assistance Act levy.

7. *Board Quoted Prices—1957-58 Pool*

The 1957-58 Pool was under sale from May 12, 1958 ① to May 15, 1959. During this period the Board continued to quote separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. The following table shows monthly average Board asking prices for No. 1 Northern Wheat basis in store the aforementioned positions for the selling period of the 1957-58 Pool:

	Monthly Average Asking Prices		
	No. 1 Northern		
	Ft. Wm./Pt. Ar.	Vancouver	Churchill
	(dollars per bushel)		
May 12-31, 1958	1.61¼	1.73¼	1.72¼
June	1.60½	1.72⅜	1.71½
July	1.63	1.74	1.74
August	1.64	1.75	1.75
September	1.65½	1.77⅝	1.76½
October	1.64⅛	1.76¼	1.75⅞
November	1.63⅝	1.75⅝	1.76⅝
December	1.62⅞	1.74½	1.75⅞
January, 1959	1.63⅝	1.74⅞	1.76⅜
February	1.70⅝	1.76¾	1.78
March	1.69⅝	1.75	1.77
April	1.68⅜	1.73¾	1.75¾
May 1-15	1.68⅜	1.75⅜	1.75¾

During the selling period of the 1957-58 Pool, Board pricing of wheat followed the same general pattern as during the selling period of the preceding Pool. Board asking prices for wheat in store Vancouver and in store Churchill again reflected lower forwarding costs to overseas destinations as compared with wheat shipped from the Lakehead via St. Lawrence ports. From May, 1958 through January, 1959 Board asking prices for No. 1 Northern Wheat basis in store Fort William/Port Arthur fluctuated within narrow limits, reflecting in the main the exchange value of the Canadian dollar. During this period Board asking prices for No. 1 Northern Wheat basis in store Vancouver and in store Churchill ranged from 11 cents to 13 cents per bushel higher than for the same grade of wheat in store the Lakehead.

In anticipation of the opening of the St. Lawrence Seaway, and in order to facilitate forward sales for shipment via this route, the Board announced an important change in pricing policy on January 30, 1959. Effective on this date the Board increased its asking prices for wheat in store Fort William/Port Arthur by 5⅝ cents ② per bushel.

In arriving at pricing policies in anticipation of the Seaway, the Board recognized—

) that it would be possible for ocean vessels to load wheat as far inland as Fort William/Port Arthur and deliver such grain at overseas destinations at a lower cost than had been previously possible;

) that a lower cost structure would apply in the movement of grain from the Lakehead to St. Lawrence ports.

In consideration of policy the Board felt that savings in forwarding costs for wheat resulting from the Seaway should accrue to the advantage of the western wheat producer. In accordance with this objective the Board increased its asking prices for all grades of wheat basis in store Fort William/Port Arthur by 5⅝ cents per bushel as previously noted. The amount of the increase was the difference between the estimated cost of moving wheat through the Seaway to St. Lawrence ports and the fixed differential which had been in effect prior to the close of navigation in 1958. The increase in Board asking prices for wheat in store the Lakehead, being in effect a saving in forwarding costs within Canada, did not affect Board asking prices for wheat C.I.F. St. Lawrence ports, and as a result did not increase the cost of wheat moving via the Seaway to the overseas buyer. The St. Lawrence price under the new pricing policy was the equivalent to that previously in effect and, consequently, it was not necessary for the Board to alter the level of its asking prices for wheat basis in store Churchill and in store Pacific Coast ports.

The new pricing policy announced on January 30th included provision for daily quotations for Canadian wheat C.I.F. St. Lawrence ports and for the provision, as required, of prices at intermediate Seaway ports.

It should be observed at this stage of the first shipping season on the Seaway, that the ultimate saving in costs will depend, in part, upon the volume of grain which moves exclusively by the all-water route through the Seaway and the volume of grain which is moved to Georgian Bay ports and thence by rail to St. Lawrence or Maritime Atlantic ports.

The upward adjustment in Board asking prices for wheat, basis in store Fort William/Port Arthur, increased the cost of wheat to Canadian mills and affected their competitive position in export

① The 1956-57 Pool Account was closed on May 9, 1958.
② The actual increase was 5⅞ cents per bushel, which included an exchange adjustment of ¼ cent per bushel.

markets. After consultation with representatives of the Canadian milling industry the Board extended its export adjustment policy* as follows:

(1) Export flour adjustment rates (applicable to all areas excepting the United Kingdom, Continental Europe and the United States) were increased by 5⅝ cents per bushel from the levels in effect on January 30, 1959;

(2) A new export flour adjustment rate, applicable to the United Kingdom and Continental Europe, was established at 5⅝ cents per bushel.

The increases in the export flour adjustment rates under (1) above and the export flour adjustment rate under (2) above are subject to a reduction in the case of mills in Eastern Canada, the reduction depending upon the geographical location of such mills and the extent to which they are able to take advantage of reduced forwarding costs in acquiring their wheat supplies.

The effect of the foregoing amendments to the Board's export flour adjustment policy and rates was to leave the milling industry in the same competitive position in export markets that it enjoyed prior to the January 30th increase in Board asking prices for wheat basis in store the Lakehead.

The increase in Board asking prices for wheat basis in store Fort William/Port Arthur resulted in some increase in the cost of wheat to Canadian mills for domestic flour production and some increase in the cost of wheat for feeding purposes in Eastern Canada, the actual increase depending upon the extent to which mills and feeders may be able to take advantage of reduced costs in securing wheat supplies via the Seaway. Consumer interests in Canada, however, have benefited in recent years from the decline in international wheat prices and have received the full benefit of the downward adjustment in wheat prices resulting from the exchange value of the Canadian dollar. By regulation, the Board is required to sell wheat in the domestic market at the same prices at which it sells wheat for export for registration under the International Wheat Agreement.

For market reasons Board asking prices for grades of Amber Durum wheat followed a different trend than asking prices for grades of Red Spring wheat. The following table shows monthly average Board quotations for No. 1 C.W. Amber Durum, along with high and low prices recorded each month from May 12, 1958 to May 15, 1959. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(dollars per bushel)		
May 12-31, 1958	1.93⅝	1.92⅞	1.93¼
June	1.92⅝	1.91⅝	1.92⅜
July	1.92¼	1.91¾	1.92
August	1.94⅝	1.92⅛	1.93
September	1.96½	1.94⅝	1.95⅜
October	1.95⅛	1.85½	1.90
November	1.86	1.85⅛	1.85⅝
December	1.85¼	1.84⅝	1.84⅞
January, 1959	1.91½	1.85	1.85⅝
February	1.93⅞	1.91⅞	1.92⅝
March	1.92¼	1.91	1.91⅝
April	1.91	1.89⅞	1.90⅜
May 1-15	1.90¾	1.90¼	1.90⅜

As shown by the above table Board asking prices for No. 1 C.W. Amber Durum fluctuated within narrow limits during the period from May through September, 1958.

In October, 1958 a major adjustment in Board asking prices for No. 1 C.W. Amber Durum was effected as asking prices moved downward by close to 10 cents per bushel. Following this adjustment Board asking prices for No. 1 C.W. Amber Durum remained slightly above or below the level of $1.85 per bushel until January 30, 1959. At this time Board asking prices for Durum grades were increased as part of the general adjustment in Lakehead pricing which has been previously described. During the balance of the selling period of the Pool, asking prices for No. 1 C.W. Amber Durum ranged between $1.93⅞ and $1.89⅞ per bushel.

Throughout the period under review Board asking prices for Amber Durum grades were the same for domestic use, for registration under the International Wheat Agreement and for sales on Class II basis.

The following table shows the range of Board asking prices for the principal grades of Durum wheats during the selling period of the 1957-58 Pool:

	Range of Board Asking Prices	
	High	Low
	(dollars per bushel)	
No. 2 C.W. Amber Durum	1.95½	1.81
No. 3 C.W. Amber Durum	1.81½	1.67
Extra No. 4 C.W. Amber Durum	1.80½	1.67
No. 4 C.W. Amber Durum	1.52⅞	1.43

*For explanation of policy see Page 10 of the Annual Report of The Canadian Wheat Board for 1956-57.

Demand for Durum grades of wheat was focused on No. 2 C.W., No. 3 C.W., and Extra No. 4 C.W. Amber Durums, and Board asking prices for these grades were maintained in a reasonably close relationship with each other.

A different situation prevailed in respect to No. 4 C.W. Amber Durum. To effect sales, Board asking prices for this grade had to be maintained at a substantial discount under asking prices for higher grades of Durums. Reflecting market factors, the selling discount on No. 4 C.W. Amber Durum under No. 1 C.W. Amber Durum was 43 cents per bushel on May 12, 1958 when the 1957-58 Pool came under sale and very wide selling discounts prevailed until the closing date of the Pool on May 15, 1959.

Exports

The following table shows Canadian exports of wheat and flour from May, 1958 to April, 1959, a period of time which approximates the selling period of the 1957-58 Pool Account:

	1958-59	1957-58
	(million bushels)	
May, 1958	39.0	23.3
June	30.8	25.1
July	25.6	22.5
August	25.6	27.4
September	18.3	24.2
October	29.2	21.4
November	25.4	31.2
December	23.1	23.1
January, 1959	21.4①	22.0
February	20.2①	21.3
March	21.1①	23.3
April	22.2①	26.7
Total	301.9	291.5

As shown by the above table exports of wheat (including flour) from May, 1958 to April, 1959 amounted to 301.9 million bushels as compared with 291.5 million bushels during the corresponding months of the previous year.

Exports of wheat (including flour) were at a high level during May, June and July, 1958. Apart from the month of September, 1958②, exports were well maintained throughout the balance of the period under review.

General Comment

Following a satisfactory level of exports of wheat and flour during the May-July period of 1958 a new set of factors commenced to influence the international wheat position at the start of the crop year 1958-59. Of great importance was the level of international wheat production in 1958. For the second year in succession Western Europe harvested a bumper wheat crop. Wheat production in France, while smaller than in 1957, was above average. During the present crop year France has continued to export low-grade wheat, offsetting these exports with imports of Durums and milling grades of wheat, supplied in part by Tunis and Algeria. Wheat production in Italy increased sharply, thereby permitting Italy to enter the export market in substantial volume. With the exception of Ireland, Norway, Sweden and Yugoslavia, wheat production in 1958 was in excess of, or compared favourably with, 1957 production in all countries in Western Europe. There are indications that the U.S.S.R. harvested a very large wheat crop in 1958. In addition to substantial shipments of wheat to Eastern European countries, the U.S.S.R. has increased exports to Western Europe during the present crop year. Wheat production in Asia was well maintained in spite of smaller harvests in India and Syria. Production in North Africa exceeded production in 1957.

Of particular interest were production trends in traditional exporting countries. The 1958 Canadian wheat crop was of moderate proportions and not greatly different to the 1957 production. The greatest change occurred in the United States. The 1958 production is estimated at 1,462,219,000.0 bushels as compared with 950,662,000.0 bushels in 1957; a production gain of slightly over 500 million bushels. The existence of record wheat stocks in the United States at the commencement of the crop year 1958-59 was a market factor of increasing importance. Argentina harvested a crop slightly larger than in 1957. Following an adverse growing season in 1957, Australia produced an above average wheat crop in 1958 and returned as a normal exporter.

In summary, the international wheat supply position in 1958-59 reflects a continuance of a high level of production in importing countries, a phenomenal increase in production and stocks in the United States, a full recovery of production in Australia, normal production in Argentina and increased production in the U.S.S.R., resulting in larger wheat shipments to Western Europe.

United States disposal programmes continued to be an important factor in international trade in wheat. These programmes gained in momentum in the latter part of the selling period of the 1957-58 Pool. Of particular importance is the disposal of wheat and other grains under the revised barter programme announced in November, 1958.

As the crop year 1958-59 progressed the international wheat market became increasingly competitive, reflecting larger available supplies in all exporting countries with the exception of Canada and France.

The excellent milling quality of Canadian wheat from the 1957 and 1958 crops played an important part in the maintenance of Canadian exports.

The level of commercial sales of wheat was well maintained during the selling period of the 1957-58 Pool. In addition, the export movement of wheat and flour was materially increased by the action of the Government of Canada in continuing measures of assistance to Colombo Plan countries and to the United Nations Relief Works Agency.

① Subject to revision.

② No wheat shipments were made from Pacific Coast ports between August 21, 1958 and September 24, 1958, due to the strike of Longshoremen.

1957-58 Pool Account—Oats

1. Receipts and Disposition

RECEIPTS

Receipts of oats in the 1957-58 Oats Pool were 60,389,754.5 bushels.* This total included 57,849,713.5 bushels delivered by producers from August 1, 1957 to July 31, 1958; an additional 41.0 bushels acquired from other than producers; and 2,540,000.0 bushels transferred from the 1956-57 Pool Account to the 1957-58 Pool Account.

DISPOSITION OF STOCKS

Completed sales from the 1957-58 Pool Account from August 1, 1957 to February 27, 1959 were 46,314,584.7 bushels. On February 27, 1959 unsold stocks of oats in the 1957-58 Pool amounted to 14,075,169.8 bushels, of which 10,468,000.0 bushels were covered by sales of futures. These stocks and futures contracts were transferred to the 1958-59 Pool Account in accordance with the provisions of Section 29 of the Canadian Wheat Board Act. Stocks of cash oats were transferred at the Board's quoted prices for the grades concerned on the closing date of the Pool; namely, February 27, 1959, less one cent per bushel for subsequent carrying charges and market risk. Futures were transferred on the basis of market closing quotations for the relevant futures on February 27, 1959. The transfer was approved by Order in Council P.C. 1959-411, April 3, 1959.

2. 1957-58 Pool Account—Oats

The following table shows the operating results of the 1957-58 Pool Account from August 1, 1957 to the closing date of the Pool, February 27, 1959:

	Bushels	
1. Oats acquired by the Board:		
(a) Producers' deliveries, August 1, 1957 to July 31, 1958	57,849,713.5	
(b) Oats otherwise acquired ①	41.0	
(c) Purchased from 1956-57 Pool Account—Oats	2,540,000.0	
Total oats acquired	60,389,754.5	
	(Value)	(Value)
2. Cost of oats acquired		$33,588,144.1
3. Proceeds of sales—August 1, 1957 to February 27, 1959	$31,346,785.38	
Transferred to 1958-59 Pool Account as at February 27, 1959 ②	9,967,418.82	41,314,204.2
4. Gross surplus as at February 27, 1959		7,726,060.0
5. Operating costs—August 1, 1957 to February 27, 1959:		
(a) Carrying charges, including terminal storage	5,179,699.92	
(b) Interest and bank charges	198,996.99	
(c) Freight recovery on export oats	(49,606.28)	
(d) Brokerage and Clearing Association charges	12,391.51	
(e) Administrative and general expenses	255,907.21	5,597,389.3
6. Surplus on operations of the Board on 1957-58 Pool Account—Oats, as at February 27, 1959		$ 2,128,670.7

*Pool receipts were revised downward by 57.0 bushels as compared with receipts shown on Page 18 of the Annual Report of Th Canadian Wheat Board for 1957-58.

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see above.

3. *Operating Costs*

Net operating costs applicable to the 1957-58 Oats Pool, including carrying charges, amounted to $5,597,389.35.

The principal item in operating costs was carrying charges which amounted to $5,179,699.92, or 8.954 cents per bushel on producer deliveries. Interest and bank charges amounted to $198,996.99. Administrative costs amounted to $255,907.21, or .4424 cent per bushel. Brokerage and Clearing Association charges were $12,391.51. Freight recoveries on oats shipped to the Pacific Coast ports amounted to $49,606.28.

4. *Surplus for Distribution to Producers*

The surplus in the 1957-58 Oats Pool for distribution to producers was as follows:

Surplus on operations of the Board as at February 27, 1959			$2,128,670.70
Deduct: Prairie Farm Assistance Act levy		$20,933.61	
Cost of issuing final payment		47,440.68	68,374.29
			2,060,296.41
Add: Additional interest earned after February 27, 1959			12,130.51
Surplus for final distribution to producers			$2,072,426.92

As shown by the preceding table the final surplus for distribution to producers amounted to $2,072,426.92. On producers' marketings of 57,849,713.5 bushels, the average final payment was 3.582 cents per bushel.

The following table shows initial payments, final payments and prices realized by producers (basis in store Fort William/Port Arthur) for the principal grades of oats delivered to the Board in 1957-58 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
	(cents per bushel)		
No. 2 Canada Western	60	7.369	67.369
No. 3 Canada Western	57	4.179	61.179
Extra No. 1 Feed	57	3.639	60.639
No. 1 Feed	55	3.164	58.164
No. 2 Feed	50	6.088	56.088
No. 3 Feed	45	7.347	52.347

The final payment on the 1957-58 Oats Pool was approved by Order in Council P.C. 1959-412, April 3, 1959. The issuance of the final payment cheques to producers commenced on April 20, 1959 and was completed on April 24, 1959.

① Prior to deduction of Prairie Farm Assistance Act levy.

5. *Purchases and Sales*

The following table shows Board purchases and net sales of oats, by months, and stocks of oats held by the Board at the end of each month for the account of the 1957-58 Pool:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1957	2,286,853.0	—	2,286,853.0
September	9,381,661.1	—	11,668,514.1
October	6,780,070.2	—	18,448,584.3
November	5,038,187.4	—	23,486,771.7
December	3,177,979.6	93,168.1	26,571,583.2
January, 1958	3,028,046.7	87,045.3	29,512,584.6
February	1,700,407.0	97,465.6	31,115,526.0
March	1,818,177.7	49,759.8	32,883,943.9
April	1,852,914.8	783,888.1	33,952,970.6
May	6,343,192.7 ①	9,343,857.0	30,952,306.3
June	6,409,312.2	21,983,053.6	15,378,564.9
July	12,572,952.1	3,067.941.0	24,883,576.0
August	—	1,226,508.7	23,657,067.3
September	—	371,348.7	23,285,718.6
October	—	4,917,749.6	18,367,969.0
November	—	1,339,078.1	17,028,890.9
December	—	1,574,519.4	15,454,371.5
January, 1959	—	8,892,790.2	6,561,581.3
February	—	6,561,581.3 ②	—
	60,389,754.5	60,389,754.5	

The above table shows the pattern of Board purchases and sales for the account of the 1957-58 Pool. During the period from August through November, 1957 all sales were for the account of the 1956-57 Pool. From December through April, 1958 Board sales were principally for the account of the 1956-57 Pool which was closed as at May 9, 1958. During this period, however, small sales of oats were made for the account of the 1957-58 Pool. These sales consisted of grades of oats which could not be supplied from remaining stocks in the 1956-57 Pool. With the opening of navigation in the spring of 1958 substantial sales were made from the 1957-58 Pool. In August and September sales were light but improved during October. Only moderate sales were effected in November and December.

Early in 1959 the level of sales improved, enabling the 1957-58 Pool Account to be closed as at February 27, 1959.

6. *Pricing*

The following table shows monthly average Board quotations for No. 1 Feed Oats, along with high and low prices recorded each month from May 11, 1958 to February 27, 1959. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(cents per bushel)		
May 11-31, 1958	65¼	64¾	64⅞
June	71¼	65¼	66⅜
July	76¼	71¾	73¾
August	74¾	71	73
September	72	68	70⅝
October	69	67¼	68⅛
November	68	67	67¾
December	69½	67¼	68¾
January, 1959	70¾	69½	70⅛
February	72	70	71⅜

The weakness in oats markets in the early part of 1958 continued through the month of May. In June and July prices strengthened under the influence of the 1958 growing season and improved demand. During the fall months of 1958 Board quoted prices for oats declined steadily. A moderate recovery in prices was recorded in the three-month period prior to the closing of the 1957-58 Pool.

① Includes 2,540,000 bushels purchased from the 1956-57 Pool Account on a flat basis.

② Includes adjustments required to close the 1957-58 Pool Account as at February 27, 1959.

7. *General Comment*

Marketing conditions during the selling period of the 1957-58 Oats Pool closely paralleled those of the 1956-57 Pool. Price levels were much the same and demand remained limited. The surplus for distribution to producers was due primarily to the reduced initial payments which came into effect on August 1, 1957, rather than to market factors.

Throughout the duration of the 1957-58 Oats Pool there was a continuous surplus of oats in commercial positions over and beyond possible export and domestic demand. This fact not only affected the selling prices for oats but also added substantially to carrying charges paid by the Pool. Total operating costs applicable to the 1957-58 Pool, including carrying charges, amounted to $5,597,389.35, or 9.676 cents per bushel.

During the selling period of the 1957-58 Pool there was a marked reduction in the rate of utilization of western oats. For the period from May 1958 to February 1959 exports of oats were 12.3 million bushels as compared with 23.8 million bushels in the preceding corresponding months. The decline was largely in shipments to the United States. At the same time the rate of utilization of western oats in the domestic market declined moderately. The effect of the decline in the utilization of oats was lessened by the fact that the volume of oats delivered to the 1957-58 Pool was the smallest in recent years.

Of a more constructive nature is the fact that during the first half of the crop year 1958-59 a reduction in commercial stocks of oats was effected and farm stocks declined sharply. The Dominion Bureau of Statistics estimated that stocks of oats on western farms on March 31, 1959 were 135 million bushels as compared with 201 million bushels on March 31, 1958. These stocks, of course, include oats for seed and substantial stocks required for feeding purposes on farms, as well as surplus oats available for marketing.

Of total sales of 60,389,754.5 bushels, 47,875,000.0 bushels were sold in the futures market.

1957-58 Pool Account—Barley

1. Receipts and Disposition

RECEIPTS

Receipts of barley in the 1957-58 Pool were 117,390,477.8 bushels. ① This total included 116,405,633.9 bushels delivered by producers between August 1, 1957 and July 31, 1958; an additional 20,151.6 bushels received from other than producers; and 964,692.3 bushels transferred from the 1956-57 Pool to the 1957-58 Pool as at May 9, 1958.

DISPOSITION OF STOCKS

Sales of barley from the 1957-58 Pool Account amounted to 110,716,361.0 bushels, leaving 6,660,832.3 bushels of unsold stocks to be transferred to the 1958-59 Pool. The latter stocks, fully covered by sales of futures and consisting principally of No. 1 Feed and No. 2 Feed Barley, were transferred as at the close of business on February 27, 1959 on the basis of the Board's quoted prices for the grades concerned, less 1½ cents per bushel for subsequent carrying charges. Futures were transferred on the basis of closing prices on the date of transfer. The transfer was approved by Order in Council P.C. 1959-412, April 3, 1959.

2. 1957-58 Pool Account—Barley

The following table shows the operating results of the 1957-58 Pool Account from August 1, 1957 to the closing date of the Pool, February 27, 1959:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries, August 1, 1957 to July 31, 1958	116,405,633.9	
(b) Barley otherwise acquired ②	20,151.6	
(c) Purchased from 1956-57 Pool Account—Barley	964,692.3	
Total barley acquired	117,390,477.8	
	(Value)	(Value)
2. Cost of barley acquired		$104,157,933.49
3. Proceeds of sales—August 1, 1957 to February 27, 1959	$108,783,253.38	
Transferred to 1958-59 Pool Account as at February 27, 1959 ③	6,470,716.43	115,253,969.81
4. Gross surplus as at February 27, 1959		11,096,036.32
5. Operating costs—August 1, 1957 to February 27, 1959:		
(a) Carrying charges, including terminal storage	4,862,703.43	
(b) Interest and bank charges	12,048.46	
(c) Freight recovery on export barley	(697,299.28)	
(d) Diversion charges on export barley	145,983.90	
(e) Drying charges	21,496.90	
(f) Brokerage and Clearing Association charges	12,874.69	
(g) Administrative and general expenses	502,567.19	4,860,375.24
6. Surplus on operations of the Board on 1957-58 Pool Account—Barley, for the period August 1, 1957 to February 27, 1959		$ 6,235,661.08

①Total receipts were revised upward by 14,988.0 bushels as compared with receipts shown on Page 21 of the Annual Report of The Canadian Wheat Board for 1957-58.

②Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

③For details of transfer see above.

3. Operating Costs

The principal item in operating costs was carrying charges which amounted to $4,862,703.43 or 4.177 cents per bushel on producers' deliveries to the Pool. Interest and bank charges amounted to $12,048.46. Diversion charges on barley shipped to the Pacific Coast for export amounted to $145,983.90. At the same time freight recoveries on these West Coast shipments amounted to $697,299.28. Drying charges, and brokerage and Clearing Association charges were $21,496.90 and $12,874.69 respectively. Administrative and general expenses amounted to $502,567.19, or .4317 cent per bushel on producers' deliveries of 116,405,633.9 bushels.

Net operating cost applicable to the 1957-58 Barley Pool were $4,860,375.29.

4. Surplus for Distribution to Producers

The surplus in the 1957-58 Barley Pool for distribution to producers was as follows:

Surplus on operations of the Board as at February 27, 1959		$6,235,661.03
Deduct: Prairie Farm Assistance Act levy	$61,827.57	
Cost of issuing final payment	79,554.74	141,382.31
		6,094,278.72
Add: Additional interest earned after February 27, 1959		26,651.04
Surplus for final distribution to producers		$6,120,929.76

As shown by the preceding table the final surplus for distribution to producers was $6,120,929.76. On producers' marketings of 116,405,633.9 bushels, the average final payment was 5.258 cents per bushel.

The following table shows initial payments, final payments and prices realized by producers (basis in store Fort William/Port Arthur) for the principal grades of barley delivered to the Board in 1957-58 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
		(cents per bushel)	
No. 2 C.W. Six-Row	98	10.974	108.974
No. 3 C.W. Six-Row	96	7.341	103.341
No. 4 C.W. Six-Row	88	5.810	93.810
No. 2 C.W. Two-Row	91	15.461	106.461
No. 3 C.W. Two-Row	88	9.786	97.786
No. 1 Feed	87	2.108	89.108
No. 2 Feed	83	5.526	88.526
No. 3 Feed	76	9.546	85.546
Tough No. 3 C.W. Six-Row	92	8.841	100.841
Tough No. 3 C.W. Two-Row	84	11.286	95.286
Tough No. 1 Feed	83	3.608	86.608
Tough No. 2 Feed	79	7.026	86.026
Tough No. 3 Feed	72	11.046	83.046

The final payment on the 1957-58 Barley Pool was approved by Order in Council P.C. 1959-412, April 3, 1959. The issuance of the final payment cheques to producers commenced on April 6, 1959, and was completed on April 17, 1959.

①Prior to deduction of Prairie Farm Assistance Act levy.

5. *Purchases and Sales*

The following table shows Board purchases and net sales of barley, by months, and stocks of barley held by the Board at the end of each month for the account of the 1957-58 Pool:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1957	641,772.1	29,311,332.1	(28,669,560.0)
September	7,395,518.1	—	(21,274,041.9)
October	13,163,752.1	—	(8,110,289.8)
November	11,826,701.8	—	3,716,412.0
December	8,943,810.2	—	12,660,222.2
January, 1958	9,143,230.6	—	21,803,452.8
February	4,980,509.8	8,075,134.5	18,708,828.1
March	5,827,629.5	776,548.2	23,759,909.4
April	4,155,033.8	11,289,782.3	16,625,160.9
May	9,003,733.3 ①	13,469,330.5	12,159,563.7
June	20,310,907.8	21,947,262.6	10,523,208.9
July	21,997,878.7	7,098,624.2	25,422,463.4
August	—	5,055,716.8	20,366,746.6
September	—	4,454,235.5	15,912,511.1
October	—	3,193,209.4	12,719,301.7
November	—	9,755,480.6	2,963,821.1
December	—	375,277.9	2,588,543.2
January, 1959	—	2,300,677.8	287,865.4
February	—	287,865.4 ②	—
	117,390,477.8	117,390,477.8	

The selling operations in respect to the 1957-58 Barley Pool may be divided into two main phases. The first phase was concerned with the merchandising of barley accepted as being suitable for malting or other industrial uses. The second phase was the merchandising of feeding grades of barley delivered to the Pool.

Barley acceptable for purposes other than feedstuffs (malting, pearling, etc.) is merchandised in the crop year in which it is produced and marketed by producers. In August, 1957 the Board took advantage of a favourable market to make substantial forward sales of such barley. These sales contracts were in anticipation of producers' deliveries of carlots of accepted barley as established under the relevant provisions of Board delivery quota policy. ③ In January, 1958 the Board increased its authorization for over-quota deliveries of accepted carlots in order to meet a further demand for selected barley.

During the period from August 1, 1957 to May 9, 1958 the market for feeding grades of barley continued to be supplied from the 1956-57 Pool Account. Feeding grades of barley in the 1957-58 Pool Account came under sale in volume subsequent to the closing of the 1956-57 Barley Pool on May 9, 1958. As shown by the preceding table substantial sales of barley were made in May, June and July, 1958. Selling continued on a steady basis during the fall months of 1958 when the unsold inventory in the 1957-58 Barley Pool was reduced to nominal levels.

① Includes 964,692.3 bushels of cash grain purchased from the 1956-57 Pool Account and the sale of 965,000.0 bushels of futures to the 1956-57 Pool Account.

② Includes adjustments required to close the 1957-58 Pool Account as at February 27, 1959.

③ For details of barley delivery quotas for 1957-58, see Page 5 of the Annual Report of The Canadian Wheat Board for the crop year 1957-58.

6. *Pricing*

The following table shows monthly average Board quotations for No. 1 Feed Barley, along with high and low prices recorded each month from August, 1957 to February, 1959 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1957	93½	93	93⅛
September	93	93	93
October	93	89	91¾
November	90¼	89	89¾
December	90½	89¾	90⅜
January, 1958	90½	87¾	89¼
February	89½	88¾	89¼
March	88¾	87¼	88
April	90¾	87¼	88⅜
May	91¾	88½	90¼
June	96½	89¾	91⅝
July	98	95¼	96½
August	97	92¼	95
September	97¼	92	95⅛
October	98¾	96½	97¾
November	96¾	95¾	96⅜
December	97¼	95½	96⅜
January, 1959	99	96¾	97⅝
February	100	98	99⅛

Board quoted prices for No. 1 Feed Barley followed a downward trend from August, 1957 until the following March. Prices then followed a moderately upward trend for the balance of the selling period of the 1957-58 Barley Pool. This steady improvement in prices was mainly due to continuing export demand.

The prices quoted for malting grades of barley were firm and relatively stable during the crop year 1957-58. As the result of a reduced demand for malting grades of barley in the United States, Board quoted prices for this type of barley did not strengthen to the same extent as quoted prices for No. 1 Feed Barley during the latter part of 1957-58 and the first half of 1958-59.

7. *General Comment*

The 1957-58 Barley Pool was characterized by the continuance of a broad export demand. During the crop year 1957-58 barley exports were 75.1 million bushels, and about the same rate of export continued in the first seven months of 1958-59 in spite of a reduced demand for malting grades. Throughout the period of the Pool, the United Kingdom constituted the largest export market for Canadian barley, followed by the United States and Japan.

Domestic sales of barley were well maintained throughout the selling period of the 1957-58 Pool.

The marketing of barley continued to be very sensitive to pricing. Canadian participation in export markets for feeding grades of barley depended upon competitive selling prices, not only in respect to competing supplies from other exporting countries but also in respect to alternative feedstuffs.

Of total sales of 117,390,477.8 bushels, 49,069,000.0 bushels were sold in the futures market.

Statement of Operations and Auditors' Report

Following herewith are the final Statements of Operations for the 1957-58 Pool Account—Wheat, for the period from August 1, 1957 to May 15, 1959, and for the 1957-58 Pool Accounts—Oats and Barley, for the period from August 1, 1957 to February 27, 1959. These statements are preceded by the Auditors' Report.

All of which is respectfully submitted.

W. C. McNAMARA
Chief Commissioner

W. RIDDELL
Assistant Chief Commissioner

W. E. ROBERTSON
Commissioner

J. T. DALLAS
Commissioner

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

To The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Statements of Operations of The Canadian Wheat Board dated 3rd June 1959 which set forth the results of the Board's operations on 1957-58 Pool Account—Wheat, for the period from 1st August 1957 to 15th May 1959 and on 1957-58 Pool Accounts—Oats and Barley for the period from 1st August 1957 to 27th February 1959, and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion the accompanying Statements of Operations are properly drawn up so as to exhibit a true and correct view of the results of the operations of The Canadian Wheat Board on 1957-58 Pool Accounts—Wheat, Oats and Barley for the periods indicated above, according to the best of our information, the explanations given to us, and as shown by the books of the Board.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
3rd June 1959.

THE CANAD
1957-58
STATEMEN
For the period 1st A

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....

Purchased from 1956-57 Pool Account—Wheat.....

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic.....

Export sales at Class II prices.....

Export sales under the terms of the International Wheat Agreement.....

Sales to the 1958-59 Pool Account—Wheat.....

Weight losses in transit and in drying.....

Surplus on wheat transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators.....

Storage on wheat stored in terminal elevators and mills.....

Net interest paid to agents on agency wheat stocks.....

Less: Carrying charges received under the Temporary Wheat Reserves Act.....

Bank interest, exchange and bank charges and net interest on other Board accounts.....

Net additional freight on wheat shipped from country stations to terminal positions.....

Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....

Drying charges.....

Administrative and general expenses to 15th May 1959.....

Surplus on operations of the Board on the 1957-58 Pool Account—Wheat, for the period 1st August 1957 to 15th May 1959.....

W. C. McNAMARA, *Chief Commissioner*

W. RIDDEL *Assistant Chief Commissioner*

W. E. ROBERTSON, *Commissioner*

J. T. DALL *Commission*

AT BOARD
unt-Wheat
RATIONS
to 15th May 1959

	Bushels		Amount	
133.5			$484,090,673.19	
403.5			2,528,202.08	
249.1	514,545,786.1		203,962,890.57	$690,581,765.84
665.5				
725.3				
881.8				
777.4				
36.1	514,545,786.1			788,052,877.91
				97,471,112.07
		$39,792,409.29		
		12,157,676.35		
		4,368,056.73		
		56,318,142.37		
		39,574,057.35	16,744,085.02	
			3,617,962.58	
			828,197.12	
			621,377.73	
			91,141.03	
			2,165,966.46	24,068,729.94
				$ 73,402,382.13

This is the Statement of Operations which is referred to in our report of this date attached hereto.

Manitoba,
1959.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

THE CANAL
1957-58
STATEMENT
For the period 1st Au

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1956-57, Pool Account—Oats .....

Oats sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1958-59 Pool Account—Oats.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Pacific Coast ports for export.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 27th February 1959.....

Surplus on operations of the Board on the 1957-58 Pool Account—Oats, for the period 1st August 1957 to 27th February 1959.....

W. C. McNAMARA,
Chief Commissioner

W. RIDDEL,
Assistant Chief Commissioner

W. E. ROBERTSON,
Commissioner

J. T. DALLA
Commissione

EAT BOARD
ount-Oats
ERATIONS
to 27th February 1959

	Bushels		Amount	
713.5			$31,962,522.30	
41.0			21.85	
000.0	60,389,754.5		1,625,600.00	$33,588,144.15
584.7			31,346,785.38	
169.8	60,389,754.5		9,967,418.82	41,314,204.20
				7,726,060.05
		$4,408,863.33		
		770,836.59	5,179,699.92	
			198,996.99	
			(49,606.28)	
			12,391.51	
			255,907.21	5,597,389.35
				$ 2,128,670.70

This is the Statement of Operations which is referred to in our report of this date attached hereto.

g, Manitoba,
1959.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

THE CANAD
1957-58 I
STATEMENT
For the period 1st Au

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1956-57 Pool Account—Barley.....

Barley sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1958-59 Pool Account—Barley.....

Weight losses in drying.....

Surplus on barley transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on barley stored in country elevators.....

Storage on barley stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of barley to Pacific Coast ports for export.....

Diversion charges on shipments of barley to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 27th February 1959.....

Surplus on operations of the Board on the 1957-58 Pool Account—Barley, for the period 1st August 1957 to 27th February 1959.....

W. C. McNAMARA, *Chief Commissioner*

W. RIDDEL, *Assistant Chief Commissioner*

W. E. ROBERTSON, *Commissioner*

J. T. DALLA *Commission*

EAT BOARD
ount-Barley
ERATIONS
7 to 27th February 1959

	Bushels		Amount	
5,633.9			$103,272,350.13	
0,151.6			17,360.29	
4,692.3	117,390,477.8		868,223.07	$104,157,933.49
6,361.0			108,783,253.38	
0,832.3			6,470,716.43	
3,284.5	117,390,477.8		—	115,253,969.81
				11,096,036.32
		$4,283,182.54		
		579,520.89	4,862,703.43	
			12,048.46	
			(697,299.28)	
			145,983.90	
			21,496.90	
			12,874.69	
			502,567.19	4,860,375.29
				$ 6,235,661.03

This is the Statement of Operations which is referred to in our report of this date attached hereto.

g, Manitoba,
1959.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

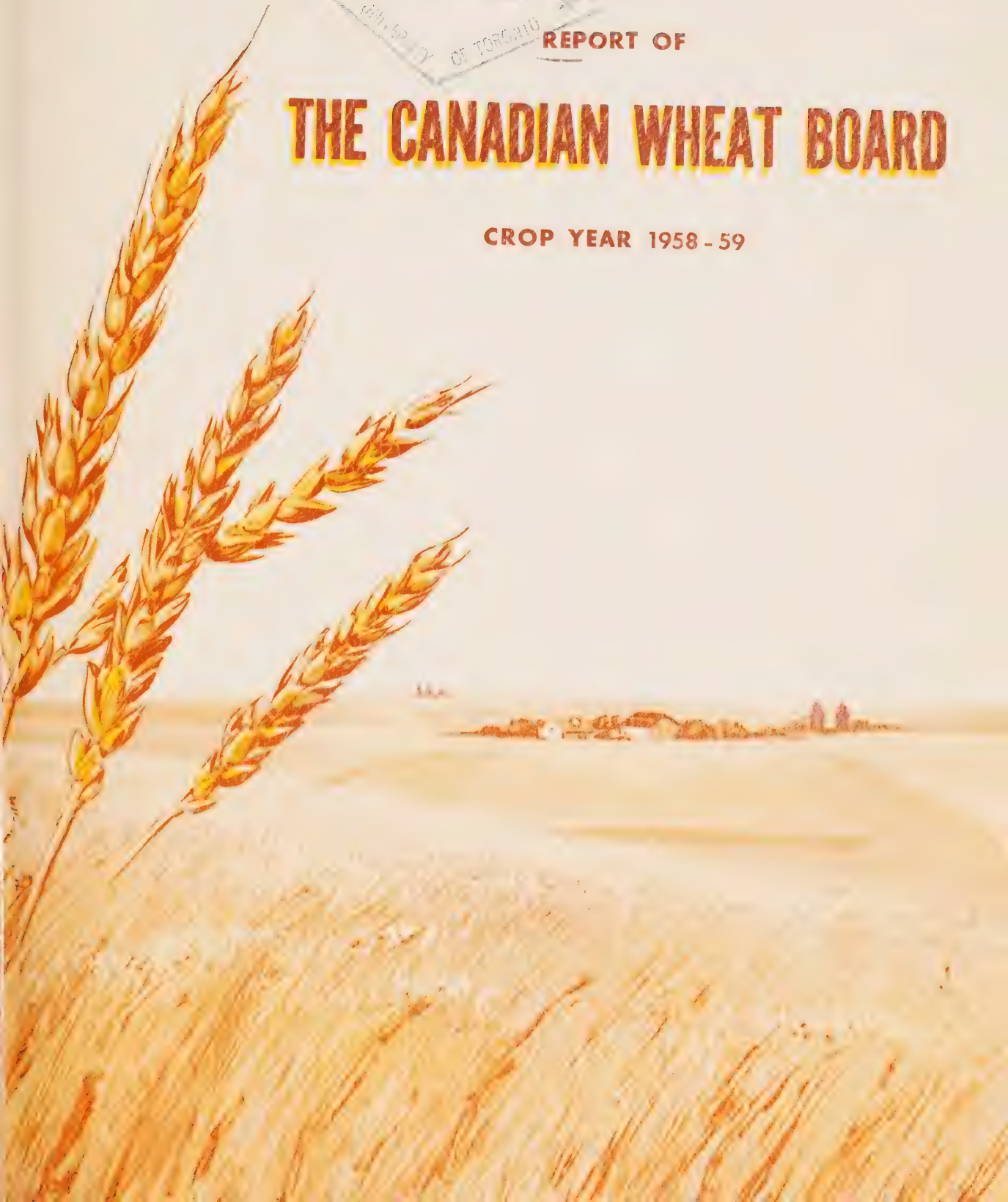
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UNIVERSITY OF TORONTO

REPORT OF

THE CANADIAN WHEAT BOARD

CROP YEAR 1958 - 59



REPORT OF

THE CANADIAN WHEAT BOARD

CROP YEAR 1958 - 59



Report of the Canadian Wheat Board

Crop Year 1958-1959

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
Ottawa, Canada.

Sir:

We beg to submit herewith the Annual Report of The Canadian Wheat Board for the crop year ended July 31, 1959, as required by the Canadian Wheat Board Act.

PART 1

General Comment—Crop Year 1958-59

World wheat production in 1958 was of record proportions and exceeded production in 1957 by about 1,000 million bushels. The increase was due primarily to phenomenal wheat harvests in the United States and the U.S.S.R. Wheat production in the United States was estimated at 1,462 million bushels as compared with 951 million bushels in 1957. Wheat production in the U.S.S.R. was estimated at 2,300 million bushels as compared with 1,800 million bushels in 1957. The United States and the U.S.S.R. together accounted for over 40% of 1958 world wheat production.

In contrast, wheat production in importing countries remained at about 1957 levels, thus setting the stage for the maintenance of the level of international trade in wheat during the crop year 1958-59.

In Western Europe total wheat production was about the same as in 1957, with France and Spain harvesting smaller crops and Italy producing a record yield.

The level of production in Asia showed little change as compared with 1957. Departures from the general trend occurred in Iraq and Syria where smaller wheat crops were harvested, and in India where wheat production increased moderately. In North America increased production in the Argentine more than offset lower yields in Brazil, Chile and Uruguay. Above average yields were harvested in Australia following the crop disaster of 1957.

United States exports amounted to 443 million bushels as compared with 402 million bushels in the previous crop year. About two-thirds of United States exports were under government disposal programmes. Australian exports were 75 million bushels as compared with 61 million bushels in 1957-58. Argentine exports increased from 78 million bushels in 1957-58 to 103 million bushels. Canadian exports were 289① million bushels as compared with 316 million bushels in 1957-58①. Year-end wheat stocks in Canada declined by about 100 million bushels, while carryovers in the other major exporting countries increased, particularly in the United States.

A feature of the crop year was the increase in wheat exports from the U.S.S.R. Total wheat exports from the U.S.S.R. were approximately 178 million bushels, of which about 40 million bushels were directed to importing countries in Western Europe. Reflecting an unfavourable season in 1957, exports from France were considerably reduced.

2. Crop Development and Supplies

The following table shows acreages seeded to grains and flaxseed in the prairie provinces in 1958, along with comparative statistics for 1957:

	1958 Acreage	1957 Acreage	Percentage Change
	(thousand acres)		
Wheat	20,244	20,446	− 1.0
Oats	7,584	7,805	− 2.8
Barley	9,369	9,209	+ 1.7
Rye	419	455	− 7.9
Flaxseed	2,602	3,462	−24.8
TOTAL	40,218	41,377	− 2.6

①Not including exports of bagged seed wheat.

Wheat acreage in the prairie provinces amounted to 20.2 million acres as compared with 20.4 million acres in 1957, continuing the downward trend which has been evident since 1953 when 25.5 million acres were seeded. Little change occurred in acreages seeded to oats, barley and rye; while flaxseed acreage declined substantially. The decline in acreages seeded to grains and flaxseed was accompanied by an increased acreage in forage crops and summerfallow.

Seeding commenced in early May, was general by mid-May and completed within the month. In the southern areas of the three prairie provinces surface moisture was lacking and soil drifting occurred over wide areas. By mid-June moisture was urgently needed, particularly in southern Manitoba, southern and central Saskatchewan, and in eastern and northern Alberta, including the Peace River area. Drought conditions by this time had eliminated the possibility of a large grain crop in the prairie provinces. Widespread rains in mid-July relieved the drought except in east-central and northern Alberta. In the main, the late-season rainfall halted crop deterioration in the drought areas and improved crop prospects in other areas. Hot, dry weather in late July and the first half of August rapidly brought grain crops to maturity. Much harvesting was completed prior to early September when a period of rainy weather set in. Harvesting was delayed in northern areas of Saskatchewan and Manitoba. Yields of grains were generally somewhat higher than expected in view of the adversities experienced during the growing season.

The following table shows grain production in the prairie provinces in 1958, along with comparative estimates for 1957:

	1958	1957
	(thousand bushels)	
Wheat	346,000	364,000
Oats	240,000	234,000
Barley	238,000	209,000
Rye	5,400	6,300
Flaxseed	22,500	18,900
TOTAL	851,900	832,200

As shown in the foregoing table, production of grains and flaxseed in the prairie provinces in 1958 approximated the levels of 1957. The prairie provinces produced 346 million bushels of wheat as compared with 364 million bushels in 1957. Oats production was estimated at 240 million bushels as compared with 234 million bushels in the previous year. In spite of the unfavourable growing season barley production increased from 209 million bushels in 1957 to 238 million bushels in 1958. The production of rye decreased, while flaxseed production increased in spite of the smaller acreage seeded.

The following table shows the inward com mercial carryover of wheat, oats and barley i Canada as at August 1, 1958, with comparabl figures for the corresponding date of previou years:

	August 1 1958	August 1 1957	August 1 1956
	(million bushels)		
Wheat	407.6	410.4	375.4
Oats	46.9	54.1	47.9
Barley	60.7	61.8	60.5

The following table shows farm stocks wheat, oats and barley in the prairie provinces c August 1, 1958, along with comparative estimat for previous years.* These stocks include far requirements in the form of seed and feed, as we as deliverable surpluses:

	August 1 1958	August 1 1957	August 1956
	(million bushels)		
Wheat	201	315	202
Oats	88	155	60
Barley	55	79	49

3. Legislation

There were no amendments to the Canadia Wheat Board Act during 1958-59.

The Prairie Grain Advance Payments Act w amended in 1958 to provide:

(1) That cash advances be related solely to tl quantity of grain deliverable by producers c a quota of 6 bushels per specified acre, le deliveries by producers on the foregoing quo within the crop year in which an applicatic for a cash advance is made. The amendme was enacted in order to provide that d liveries of grain under special quotas authorizations would not reduce the oppo tunity of producers to secure cash advanc relating to grain deliverable under the general delivery quotas. The amendme was designed particularly to meet the ci cumstances of producers who deliver maltii barley under over-quota provisions.

(2) That grain delivered by producers, in accor ance with Wheat Board regulations, for t purpose of acquiring registered and certifi seed should be excluded from the repayme provisions of the Act.

The foregoing amendments were designed meet circumstances which developed in the a ministration of the Act in its first year of operatic

*As estimated by the Dominion Bureau of Statistics.

4. *Transportation*

The following table shows primary receipts from producers and principal movements of western grains in 1958-59 as compared with 1957-58:

	1958-59	1957-58
	(million	bushels)
Primary receipts from producers	551	576
Shipments from country elevators and platform loadings	525	587
Receipts at Pacific Coast ports	155	170
Receipts at Fort William/Port Arthur	289	327
Shipments from Fort William/Port Arthur (lake and rail)	290	327

As indicated above, there was a moderate decline in all major grain movements during 1958-59, this decline being related to the reduction in the quantity of grain exported from Canada. Exports of grains and flaxseed amounted to 377.8 million bushels as compared with 436.2 million bushels in the previous crop year. Domestic requirements were somewhat larger than in 1957-58.

In 1958-59 the Board continued to assume responsibility for the allocation of shipping orders as between handling companies. In directing the loading of grain from country points, the Board issued necessary shipping instructions from time to time throughout the crop year. The shipping instructions in the main determined the preference under which kinds of grain or different grades of grain could be forwarded to terminal positions, mills and processors, both east and west. Shipping instructions were primarily directed to the movement of grain to meet market requirements at different stages of the crop year.

In the spring of 1959 a problem affecting grain as well as other commodities developed following the opening of the St. Lawrence Seaway. The volume of grain moved from the Lakehead in the first three months of the navigation season fell somewhat short of expectations and this resulted in continuing congestion in Lakehead terminals until the end of the crop year.

The reduced movement of grain into and out of the Lakehead in May, June and July, 1959, meant that the Board could not fully accomplish its objectives in regard to shipments from country elevators to the Lakehead and in regard to delivery quotas in areas which normally ship grain to Fort William/Port Arthur.

In carrying out shipping programmes in 1958-59 the Board enjoyed the co-operation of the Board of Grain Commissioners for Canada, the railways and the elevator and lake vessel operators.

Allocation of Shipping Orders

Under date of July 18, 1959, The Honourable Gordon Churchill, Minister of Trade and Commerce forwarded to the Board a new Instruction governing Board policy in respect to the allocation of its shipping orders among elevator companies. The new Instruction was effective from August 1, 1959, and is subject to review after one year.

The Instruction involved the following considerations. Subject to priority in the movement of the kinds of grain and grades of grain required to meet sales programmes, Board policy as far as current circumstances permit, should be directed towards (a) providing producers with an opportunity for delivering grain to country elevator facilities they wish to patronize and (b) providing elevator companies with a reasonable opportunity for competing in the handling of producers' grain. In implementing these considerations the Board was instructed to give priority to car requirements of congested elevators and to current country receipts of each elevator company as a factor in determining the division of Board shipping orders. The terms of the Instruction from the Government were implemented by the necessary orders and instructions under date of July 30, 1959.

5. *Delivery Quotas*

On July 24, 1958 the Board announced the main features of its delivery quota policy for the ensuing crop year. Effective on August 1, 1958 an initial quota of 100 units of grain was established, each unit consisting of 3 bushels of wheat, or 5 bushels of barley, or 5 bushels of rye, or 8 bushels of oats, or any combination of these grains amounting to 100 units. At the same time the Board announced that the initial quota would be followed by general quotas based upon each producer's specified acreage.

On January 21, 1958 the Board announced that acreage seeded to Durum Wheat would be included in each producer's specified acreage effective on August 1, 1958. As a result of this change Durum Wheat was deliverable only on the unit or specified acreage quotas during 1958-59. Therefore, effective August 1, 1958, the "specified acreage" for delivery purposes consisted of each permit holder's acreage seeded to wheat (including Durums), oats, barley and rye, as well as summerfallow and eligible acreage seeded to cultivated grasses and forage crops.

The crop year commenced with initial quotas in effect at all delivery points. On September 29, 1958 the first general quotas were established and these quotas were extended and increased as local space became available.

In February, 1959 the Board designated certain delivery points as "limited" stations. These were stations where specific general quotas would provide for the delivery of the total quantity of marketable grain at the station. Where individual producers held more grain than could be delivered under the "limited" quota, provision was made whereby such producers could apply for a special delivery permit which would bring their deliveries up to the maximum general delivery quota established for the crop year.

The following table shows the general delivery quota position, at the end of quarterly periods, during the crop year 1958-59:

	October 31 1958	January 31 1959	April 30 1959		July 31 1959	
	General	General	General	Limited	General	Limited
Initial quota	1,168	—	—	—	—	—
1 bus. per specified acre	758	—	—	—	—	—
2 bus. per specified acre	112	415	25	—	—	—
3 bus. per specified acre	—	1,148	505	—	—	—
4 bus. per specified acre	—	398	741	7	—	7
5 bus. per specified acre	—	68	378	48	—	51
6 bus. per specified acre	—	—	223	26	183	38
7 bus. per specified acre	—	—	76	—	647	54
8 bus. per specified acre	—	—	—	—	946	102

Some comment should be directed towards the position of general delivery quotas on July 31, 1959. In Alberta, 555 delivery points ended the crop year either on a limited basis or with a general delivery quota of 8 bushels per specified acre. Only 6 delivery points remained on a 7 bushel general quota. In Manitoba and Saskatchewan the year-end position was less favourable. In Manitoba, 189 delivery points ended the crop year either on a limited basis or with an 8 bushel general quota; 153 delivery points were on a 7 bushel general quota and 31 delivery points were on a 6 bushel general quota. In Saskatchewan, 437 delivery points ended the crop year either on a limited basis or with an 8 bushel general quota; 488 delivery points ended the crop year with a 7 bushel general quota; while 152 delivery points remained on a 6 bushel general quota. The year-end position in parts of Manitoba and Saskatchewan was influenced by the necessity of moving a substantial quantity of high moisture content grain from north-eastern Saskatchewan. Advance maximum quotas in the affected area were established for this purpose and there was a diversion of car supply to delivery points in the affected areas. This factor, combined with the continuing congestion at Lakehead elevators, contributed to the number of delivery points remaining on a 6 bushel general quota in Saskatchewan and in Manitoba.

Flaxseed

The initial quota for flaxseed was 5 bushels per seeded acre. On October 23, 1958 the flaxseed quota was increased to 8 bushels per seeded acre, and on November 11th flaxseed was placed on an open quota basis.

Barley

Over-quota provisions for the delivery of barley suitable for malting were continued in the crop year. Effective August 1, 1958 producers could deliver one carlot of barley suitable for malting providing a sample of such barley had been accepted by a maltster or shipper on a premium basis.

On November 25th a supplementary quota of 3 bushels per seeded acre was established for No. Feed Barley and lower grades, effective in Manitoba and Saskatchewan. On January 2, 1959 the supplementary quota was increased to 6 bushels per specified acre on barley grading No. 1 Feed and lower, effective in Manitoba and Saskatchewan. On January 9th a supplementary quota of 3 bushels per seeded acre was established for barley grading No. 1 Feed and lower, effective in Alberta and British Columbia. This supplementary barley quota effective in Alberta and British Columbia was increased to 6 bushels per seeded acre on January 29th.

Rye

In January, 1959 a supplementary quota for rye of 5 bushels per seeded acre was established effective in Alberta only. On April 28th this supplementary quota was extended to Manitoba and Saskatchewan. On June 12th the supplementary rye quota was increased to 10 bushels per seeded acre, effective in all three provinces.

Oats

On January 21, 1959 provision was made for the over-quota delivery of one carlot of oats for commercial seed. On January 29th a supplementary quota of 6 bushels per seeded acre for oats grading No. 1 Feed or higher was established. On April 24th provision was made for the over-quota delivery of one carlot of oats suitable for the manufacture of Rolled Oats.

Soft White Spring Wheat

On November 5, 1958 a supplementary quota of 5 bushels per seeded acre was established for Soft White Spring Wheat. On February 17, 1959 this supplementary quota was increased to 10 bushels per seeded acre. On June 17th Soft White Spring Wheat was placed on an open quota basis.

Seed Grain

The usual provisions were made whereby producers could secure registered and certified seed on the basis of limited over-quota deliveries of commercial grades.

Under delivery quotas established in 1958-59, producers delivered 551 million bushels of grain and flaxseed as compared with 576 million bushels during the preceding crop year.

5. *Handling Agreement*

In the 1958-59 Handling Agreement with elevator companies, handling margins remained at 1½ cents per bushel for wheat and barley and 3½ cents per bushel for oats. The storage rate was unchanged from the previous crop year, being 1/30th of a cent per bushel per day for wheat, oats and barley in store country elevators. The terminal storage rate, subject to maximum tariffs as established by the Board of Grain Commissioners for Canada, continued at 1/30th of a cent per bushel per day.

Following negotiations between the handling companies and interior mills, the diversion charges on wheat shipped to such mills remained unchanged from the previous crop year. Similarly, diversion charges applicable to interior terminals, Churchill and Prince Rupert were unchanged.

6. *1958-59 Pool Account—Wheat*

Policy

In accordance with the Canadian Wheat Board Act, 1935, as amended, the Board administered an annual pool for wheat delivered to the Board between August 1, 1958 and July 31, 1959.

The fixed initial price for wheat for 1958-59 was $1.40 per bushel basis No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. This initial price was authorized by Order in Council P.C. 1958-725, May 22, 1958. Initial prices for grades of wheat other than No. 1 Northern were established by the Board and approved by Orders in Council.

Under Order in Council P.C. 1958-725, May 22, 1958, the Board was required to sell wheat, other than Durums, for domestic use at the same price as it sold wheat for registration under the International Wheat Agreement.

Board Receipts

The following table shows receipts of wheat from producers, by months, for the period from August 1, 1958 to July 31, 1959:

	Bushels
August, 1958	2,214,909.2
September	20,405,645.3
October	22,258,214.2
November	29,688,668.3
December	27,987,555.2
January, 1959	37,230,806.1
February	20,841,493.4
March	28,089,458.7
April	27,508,034.9
May	22,177,210.6
June	41,619,846.6
July	86,968,052.3
TOTAL	366,989,894.8

Board receipts from producers in 1958-59 were 366,989,894.8 bushels as compared with 376,867,203.4 in the previous crop year. Producers' deliveries of wheat were on a moderate scale during September and October and were well maintained in the period November through April.

In the month of May, producers' deliveries were relatively small, reflecting the delayed movement of grain from the Lakehead following the opening of navigation. Country marketings improved sharply in the months of June and July and reached a total of nearly 87 million bushels in July.

Of receipts from producers, 25.3 million bushels were graded as tough and 3.0 million bushels as damp.

Grade Pattern

The following table shows receipts from producers, by principal grades, for the crop year 1958-59, along with the percentage of total receipts represented by each of the principal grades:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 1 Northern	4,991,592.2	1.36
No. 2 Northern	190,614,967.7	51.94
No. 3 Northern	99,109,664.7	27.01
No. 4 Northern	31,432,788.6	8.57
Nos. 1 to 4 Durum (including Extra 4 Durum)	23,778,408.4	6.48
Nos. 1 to 3 Garnet	721,922.6	.19
No. 5 Wheat	9,955,332.0	2.71
No. 6 Wheat	989,449.1	.27
Feed Wheat	115,505.5	.03
Other grades	5,280,264.0	1.44
TOTAL	366,989,894.8	100.00

The 1958 wheat crop could be described as a "No. 2 Northern" crop. Board receipts of this grade amounted to 190.6 million bushels, or 51.9% of producers' deliveries for the crop year. Receipts of No. 3 Northern and No. 4 Northern were 99.1 and 31.4 million bushels, respectively. Receipts of milling grades of Durum Wheat totalled 23.8 million bushels, a moderate reduction from the previous crop year. Producers' marketings of No. 5 Wheat, No. 6 Wheat and Feed Wheat were unusually small, totalling only 11.1 million bushels.

Total Wheat Stocks—1958-59 Pool

Total wheat stocks in the 1958-59 Pool were 508,277,221.0 bushels, consisting of 366,989,894.8 bushels received from producers, 139,764,777.4 bushels transferred from the 1957-58 Pool Account as at May 15, 1959, and 1,522,548.8 bushels received from others than producers.

1958-59 Pool Account—Wheat

The following table shows the operating position of the 1958-59 Pool Account—Wheat, for the period from August 1, 1958 to July 31, 1959. The 1957-58 Pool Account was closed as at May 15, 1959; therefore the operating statement for the 1958-59 Pool should be regarded as an interim statement as it includes only sales for the limited period from May 16, 1959 to July 31, 1959. Completed sales of wheat for the account of the 1958-59 Pool were 82,827,837.9 bushels. In addition, the Board had uncompleted sales of wheat on its books as at July 31, 1959 in the amount of 52,772,000.5 bushels.

The inventory of the 1958-59 Pool consisted of 372,677,382.6 bushels of unsold wheat valued at $499,345,357.81. The main part of the inventory consisted of wheat delivered to the Pool by producers between August 1, 1958 and July 31, 1959. These stocks were valued at initial prices basis $1.40 per bushel for No. 1 Northern Wheat in store Fort William/Port Arthur or Vancouver. A small portion of the inventory consisted of specific grades of wheat transferred from the 1957-58 Pool as at May 15, 1959 and which were unsold as at July 31, 1959. These latter stocks were valued at transfer prices.

1958-59 Pool Account—Wheat

The following table shows the operating position of the 1958-59 Pool Account from August 1, 1958 to July 31, 1959:

1. Wheat acquired by the Board:	Bushels	
(a) Producers' deliveries August 1, 1958 to July 31, 1959	366,989,894.8	
(b) Purchased from the 1957-58 Pool Account—Wheat	139,764,777.4	
(c) Wheat otherwise acquired ①	1,522,548.8	
Total wheat acquired	508,277,221.0	
	(Value)	(Value)
2. Cost of wheat acquired		$703,823,643.24
3. Proceeds of sales and value of unsold stocks of wheat as at July 31, 1959:		
(a) (i) Completed sales at realized prices	$128,563,817.37	
(ii) Uncompleted sales at contract prices	83,439,925.94	
Total proceeds from sales	212,003,743.31	
(b) Value of unsold stocks of wheat at cost ②	499,345,357.81	711,349,101.12
4. Gross surplus as at July 31, 1959		7,525,457.88
5. Operating costs—August 1, 1958 to July 31, 1959:		
(a) Carrying charges on wheat stored in country elevators	23,571,137.17	
(b) Storage on wheat stored in terminal elevators	3,160,377.45	
(c) Net interest paid on Agency wheat stocks	1,168,559.80	
	27,900,074.42	
Less: Carrying charges received under the Temporary Wheat Reserves Act	10,548,671.55	
Net carrying charges paid	17,351,402.87	
(d) Bank interest and exchange, etc., less net inter-account interest	1,353,142.62	
(e) Additional freight (net)	(304,470.63)	
(f) Handling, stop-off and diversion charges	123,488.34	
(g) Drying charges	11,934.72	
(h) Administrative and general expenses	1,228,197.71	19,763,695.63
6. Debit balance in the 1958-59 Pool Account—Wheat, as at July 31, 1959, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver		$ 12,238,237.75

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board tial prices, basis in store Fort William/Port Arthur or Vancouver.

②See preceding paragraph for basis of inventory valuation.

Operating Costs—1958-59 Wheat Account

Net operating costs applicable to the 1958-59 Pool Account were $19,763,695.63 for the period from August 1, 1958 to July 31, 1959.

Carrying charges on wheat stored in country and terminal elevators amounted to $27,900,074.42. This item was reduced by $10,548,671.55* received from the Government of Canada under the provisions of the Temporary Wheat Reserves Act and applied to the 1958-59 Pool Account to July 31, 1959. Net carrying charges for producers' account were, therefore, $17,351,402.87.

Interest and bank charges, less net inter-account interest, amounted to $1,353,142.62. The freight account showed a net surplus of $304,470.63. Handling, stop-off and diversion charges on wheat stored in interior terminals amounted to $123,488.34. Drying charges were $11,934.72. Administrative and general expenses applicable to the 1958-59 Pool to July 31, 1959 were $1,228,197.71.

General Comments on the Marketing of Wheat—1958-59

Stocks under Administration

The Board commenced the crop year with an inventory of 345.5 million bushels of wheat for the account of the 1957-58 Pool. From August 1, 1958 to July 31, 1959 deliveries to the 1958-59 Pool amounted to 368.5 million bushels. During the crop year the Board therefore had under administration 714.0 million bushels of wheat for the account of the 1957-58 and the 1958-59 Pools. The two Pool Accounts were administered concurrently until May 15, 1959, when the 1957-58 Account was closed and remaining stocks in that Pool transferred to the 1958-59 Account. From August 1, 1958 to May 15, 1959 sales were applied to the 1957-58 Pool Account to the extent that this Pool could supply the grades required to meet sales contracts. From May 16, 1959 to July 31, 1959 all sales were applied to the 1958-59 Pool Account.

The International Wheat Market—1958-59

World trade in wheat continued at about the same level as in the previous crop year. Changes in production affected wheat supplies in exporting countries rather than supplies and import requirements of importing countries. Domestic production in Western Europe closely paralleled that of 1957-58. In both years, production was large. It was evident that in a number of importing markets where a large volume of home-grown wheat had to be absorbed, considerable stress was laid upon milling quality in determining the source of their imports.

As in the previous crop year, close to 25% of the international wheat market was supplied through assistance or disposal programmes. These measures were primarily directed towards underdeveloped countries and in these programmes the United States was the major supplier, while Canada's contribution was in the form of aid to Colombo Plan countries and to the United Nations Relief and Works Agency.

While the major wheat exporting countries ended the year with a satisfactory level of exports it was also evident that other countries had placed a substantial volume of wheat on the international market, the largest volume of the post-war period. The principal supplier in this category was the U.S.S.R.

Factors which resulted in keen competition among the principal suppliers throughout the crop year were the generally favourable production of wheat in importing countries, the extent of surpluses and their distribution among the principal exporting countries and the size of the non-commercial segment of the international wheat markets.

Sales Policy

In the selling of wheat in 1958-59 the Board again had the advantage of wheat with an excellent milling quality. One of the factors bearing upon quality in milling wheat is the protein content. The Research Laboratory, Board of Grain Commissioners for Canada, reported as follows:

> "The mean protein content of the 1958 crop of Hard Red Spring Wheat is 13.8%; this level is only 0.2% lower than for last year's survey and 0.3% higher than the long-term average of 13.5%."

The preponderance of high grades of wheat delivered to the Board in 1958-59 had a bearing upon marketing operations. Lack of lower grades of wheat at the disposal of the Board throughout the crop year had the effect of limiting export volume. This was particularly noticeable in the case of countries which, in recent years, had been able to use No. 5 Wheat to advantage.

The St. Lawrence Seaway

The opening of the St. Lawrence Seaway in the spring of 1959 had a bearing upon Board marketing activities and pricing policies.

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*See Supplementary Report of The Canadian Wheat Board for 1957-58, Page 3. Moneys paid to the Board under the Temporary Wheat Reserves Act from August 1, 1958 to July 31, 1959 were divided between the two operating Pool Accounts as follows:

1957-58 Pool Account—Wheat	$29,276,631.96
1958-59 Pool Account—Wheat	10,548,671.55
Total	$39,825,303.51

In order to assess the effects of the Seaway, and as a guide to future policy, the Board and the Shippers and Exporters Association of the Winnipeg Grain Exchange jointly appointed a committee on August 18, 1958. It was felt that through the formation of such a committee the combined technical knowledge and experience of the various interests represented would contribute not only to knowledge of probable effects of the Seaway but also to the necessary policies which would have to be brought into effect prior to the opening of the Seaway. The joint committee completed its report on January 16, 1959. The contents of the report were the subject of a series of meetings between the Board and the Executive of the Shippers and Exporters Association. These discussions were most helpful to all concerned and to the Board in arriving at policy decisions.

The final decision as to policy rested with the Board pursuant to its responsibilities under the Canadian Wheat Board Act.

In anticipation of the opening of the St. Lawrence Seaway, and in order to facilitate forward sales for shipment via this route, the Board announced an important change in pricing policy on January 30, 1959. Effective on this date the Board increased its asking prices for wheat in store Fort William/Port Arthur by 5⅝ cents① per bushel.

In arriving at pricing policies in anticipation of the Seaway, the Board recognized:

a) that it would be possible for ocean vessels to load wheat as far inland as Fort William/Port Arthur and deliver such grain at overseas destinations at a lower cost than had been previously possible;

b) that a lower cost structure would apply in the movement of grain from the Lakehead to St. Lawrence ports.

In consideration of policy the Board felt that the saving in forwarding costs for wheat resulting from the Seaway should accrue to the advantage of the western wheat producer. In accordance with this objective the Board increased its asking prices for all grades of wheat basis in store Fort William/Port Arthur by 5⅝ cents per bushel as previously noted. The amount of the increase was the difference between the estimated cost of moving wheat through the Seaway to St. Lawrence ports and the fixed differential which had been in effect prior to the close of navigation in 1958. The increase in Board asking prices for wheat in store the Lakehead, being in effect a saving in forwarding costs within Canada, did not affect Board asking prices for wheat c.i.f. St. Lawrence ports, and as a result did not increase the cost of wheat moving via the Seaway to the overseas buyer. The St. Lawrence price under the new pricing policy was the equivalent to that previously in effect and, consequently, it was not necessary for the Board to alter the level of its asking prices for wheat basis in store Churchill and in store Pacific Coast ports.

The new pricing policy announced on January 30th included provision for daily quotations for Canadian wheat c.i.f. St. Lawrence ports and for the provision, as required, of prices at intermediate Seaway ports.

It should be observed that the ultimate saving in costs will depend in part upon the volume of grain which moves exclusively by the all-water route through the Seaway and the volume of grain which is moved to Georgian Bay ports and thence by rail to St. Lawrence or Maritime Atlantic ports.

The upward adjustment in Board asking prices for wheat, basis in store Fort William/Port Arthur, increased the cost of wheat to Canadian mills and affected their competitive position in export markets. After consultation with representatives of the Canadian milling industry the Board extended its export adjustment policy* as follows:

(1) Export flour adjustment rates (applicable to all areas excepting the United Kingdom, Continental Europe and the United States) were increased by 5⅝ cents per bushel from the levels in effect on January 30, 1959;①

(2) A new export flour adjustment rate, applicable to the United Kingdom and Continental Europe, was established at 5⅝ cents per bushel.

The increases in the export flour adjustment rates under (1) above and the export flour adjustment rate under (2) above are subject to a reduction in the case of mills in Eastern Canada, the reduction depending upon the geographical location of such mills and the extent to which they are able to take advantage of reduced forwarding costs in acquiring their wheat supplies.

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*For explanation of policy see Page 10 of the Annual Report of The Canadian Wheat Board for 1956-57.

①Export flour adjustment rates from August 1, 1958 to January 30, 1959 (excluding the United Kingdom, United States and Western Europe) were as follows: From 8½ to 12 cents per bushel applicable to shipments from Canadian Atlantic and United States Atlantic ports; 10 cents per bushel applicable to shipments from Canadian Pacific and United States Pacific ports; and from 8 to 12 cents per bushel applicable to shipments from Churchill and St. Lawrence ports. Under the export flour adjustment policy the 1957-58 and 1958-59 Pool Accounts were charged with a total of $2,790,527.71 during the period from August 1, 1958 to July 31, 1959.

①The actual increase was 5⅞ cents per bushel, which included an exchange adjustment of ¼ cent per bushel.

The effect of the foregoing amendments to the Board's export flour adjustment policy and rates was to leave the milling industry in the same competitive position in export markets that it enjoyed prior to the January 30th increase in Board asking prices for wheat basis in store the Lakehead.

PRICING

The Board continued two important pricing policies established in previous crop years. These were:

(1) Separate selling prices were quoted for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. The object of this policy was to maintain the competitive position of wheat, irrespective of the port of shipment.

(2) Optional pricing bases were extended to overseas buyers. A buyer could purchase Board wheat either at its daily quoted selling prices or on a deferred price basis. Under the latter arrangement the buyer had the right to declare the final price up to 8 market days after the date of call on shipment from St. Lawrence or Atlantic ports, and from 15 to 22 market days from date of loading from Pacific Coast ports, depending on the destination of the shipment. A similar policy was applied to Churchill, the buyer having the right to declare the final price up to 9 market days after the date of call. On January 30, 1959 the Board provided for deferred pricing on direct overseas shipments from the Lakehead following the opening of navigation. Under this arrangement the buyer had the right to declare the final price up to 14 days after date of call on such shipments from the Lakehead. Lesser periods were provided for direct shipments originating at intermediate ports between the Lakehead and the St. Lawrence. If the deferred price basis was selected by the buyer, provision was made for an accounting price to be established at the time of call but this price would be adjusted finally within the time limits provided for each shipping range.

In the administration of its pricing policies the Board endeavoured to maintain a strong competitive position in all markets. During the crop year 1958-59 average Board asking prices for No. 1 Northern Wheat were slightly higher than in 1957-58, the increase being 3⅜ cents per bushel basis in store the Lakehead and 2¼ cents per bushel basis in store Vancouver.

The following table shows monthly average Board asking prices for No. 1 Northern Wheat in store Fort William/Port Arthur, in store Vancouver, and in store Churchill:

Monthly Average of Board Asking Prices
I.W.A. and Class II Quotations
Basis No. 1 Northern Wheat

	In Store Fort William/ Port Arthur	In Store Vancouver	In Store Churchill
	(cents per bushel)		
August, 1958	164	175	175
September	165½	177⅝	176½
October	164⅛	176¼	175⅞
November	163⅝	175⅝	176⅝
December	162⅞	174½	175⅞
January, 1959	163⅝	174⅞	176⅜
February	170⅝	176¾	178
March	169⅝	175	177
April	168⅜	173¾	175¾
May	168¼	175¾	175⅝
June	167⅜	175¾	174¾
July	167⅛	175½	174½

As shown in the above table Board asking prices for No. 1 Northern Wheat basis in store Fort William/Port Arthur fluctuated within a narrow range in the August-January period. In anticipation of the opening of the St. Lawrence Seaway* the Board, on January 30, 1959, increased its asking price for wheat in store the Lakehead from $1.63⅝ to $1.69¼ per bushel. In February this price increased to $1.71⅞. For the balance of the crop year Board asking prices in store the Lakehead declined moderately, reflecting in the main the increase in the exchange value of the Canadian dollar.

Board asking prices for wheat basis in store Vancouver moved within narrow limits throughout the crop year. During the August-January period Board asking prices for wheat in store Vancouver ranged from 11 cents to 13 cents per bushel over Board asking prices basis in store the Lakehead. As a result of the adjustment in Lakehead prices, on January 30, 1959 the spread between Board asking prices in store the Lakehead and in store Vancouver narrowed to 6⅜ cents per bushel, and ranged from 5⅜ cents to 8⅜ cents per bushel during the balance of the crop year.

Board asking prices for wheat in store Churchill fluctuated narrowly above and below Vancouver asking prices.

During 1958-59 minor adjustments were made in selling discounts for No. 2, No. 3 and No. 4 Northern Wheat, and selling discounts for No. 5 and No. 6 Wheat narrowed appreciably as compared with the previous crop year. The narrowing of selling discounts for the latter grades was due to the diminishing volume of these grades within the Board's inventory.

The following table shows quoted discounts under No. 1 Northern for principal grades of wheat on August 1, 1958 and July 31, 1959 (basis in store Fort William/Port Arthur):

*See comments on the St. Lawrence Seaway, Pages 8 to 10

	No. 2 Northern	No. 3 Northern	No. 4 Northern	No. 5 Wheat	No. 6 Wheat
			(cents per bushel)		
August 1, 1958	—4	—12	—21	—29	—33
July 31, 1959	—3	—13	—23	—26	—27

Selling discounts for wheat in store Vancouver followed the general pattern of discounts applicable to the in store Lakehead position. Selling discounts for No. 6 Wheat in store Vancouver were somewhat wider throughout the crop year.

The exchange value of the Canadian dollar played an important part in Board pricing throughout the crop year. The crop year commenced with the Canadian dollar at a premium of nearly 4%. The premium declined to 2½% in August and September but increased to nearly 3¾% by the end of December. The exchange value of the Canadian dollar moved downward in January and the early part of February, reaching 2 1/32% by mid-February. For the balance of the crop year the premium on the Canadian dollar increased steadily, reaching nearly 5% in early July, and remaining at over 4% for the balance of the crop year. The continuous premium on the Canadian dollar throughout the crop year was a major factor in reducing the proceeds of sales from the two Pool Accounts under administration.

The following table shows monthly average Board asking prices for No. 1 C.W. Amber Durum Wheat basis in store Fort William/Port Arthur:

	High	Low	Average
		(cents per bushel)	
August, 1958	194⅝	192⅛	193
September	196½	194⅝	195⅜
October	195⅛	185½	190
November	186	185⅛	185⅝
December	185¼	184⅝	184⅞
January, 1959	191½	185	185⅝
February	193⅞	191⅞	192⅝
March	192¼	191	191⅝
April	191	189⅞	190⅜
May	190¾	189⅝	190¼
June	189⅞	188½	189⅜
July	189⅜	182⅛	186⅛

Asking prices for No. 1 C.W. Amber Durum Wheat worked to lower levels during the crop year, the range being from $1.96½ per bushel in September, 1958 to $1.82⅛ per bushel in July, 1959. The major part of the decline occurred in the August-December period, with some recovery midway through the crop year. The Board's selling discount for No. 2 C.W. Amber Durum increased from 1 to 3 cents per bushel in September and remained on this basis. Selling discounts for No. 3 C.W. Amber Durum and Extra No. 4 C.W. Amber Durum were widened by 2 cents per bushel early in the season, but narrowed appreciably during July, 1959. At the start of the crop year the selling discount for No. 4 C.W. Amber Durum was 48 cents per bushel under Board asking prices for the top grade. This selling discount narrowed steadily to 33 cents per bushel at the end of July. Durum grades of wheat continued to be delivered to the Board in quantities in excess of available markets.

Assistance Programmes

During the crop year the Government of Canada continued to facilitate the export movement of Canadian wheat and flour through its assistance programmes for Colombo Plan countries and for the United Nations Relief and Works Agency.

In 1957-58 the Government arranged for a long-term loan of $35 million to be made available to Colombo Plan countries for the purchase of wheat and flour. In 1957-58 India used $24.2 million of this loan, leaving a balance of $10.8 million available for 1958-59. This balance was used within the crop year in the acquirement of wheat and flour by India and Ceylon in the amounts of $8.8 million and $2.0 million, respectively.

During 1958-59 the Government provided an outright gift of $13.9 million for the purchase of wheat and flour by Colombo Plan countries. As in the previous crop year, but to a lesser extent, regular Colombo Plan appropriations were used for the purchase of these commodities. Pakistan, Burma and Nepal received wheat and flour to the value of $4.1 million. In contrast to the previous crop year, regular Colombo Plan appropriations were not used by India and Ceylon for the purchase of wheat or flour.

The Government also provided a gift of $1.5 million to the United Nations Relief and Works Agency for the purchase of Canadian flour.

Under the foregoing loan arrangements and assistance programmes a total of 18.2 million bushels of wheat was exported in 1958-59 as compared with 31.1 million bushels in 1957-58. The reduction was largely due to smaller purchases under the long-term credit arrangements and to a lesser use of regular Colombo Plan appropriations by recipient countries for the purchase of wheat and flour.

In the crop years 1957-58 and 1958-59 the following sums of money were made available by the Government for the purchase of wheat or flour:

1. Regular Colombo Plan appropriations	$14,134,211.00
2. Special gifts	31,852,513.00
3. Long-term Government loans	35,000,000.00
TOTAL	$80,986,724.00

The foregoing funds provided for the shipment of 49.3 million bushels of wheat or wheat in the form of flour to Colombo Plan countries and the United Nations Relief and Works Agency in the period from August 1, 1957 to July 31, 1959.

Export sales of Canadian wheat and barley under the terms of the Export Credits Insurance Act increased from $6.2 million in 1957-58 to $20.7 million in 1958-59. The increase was due to larger purchases of wheat and barley by Poland in the crop year under review.

SALES—1958-59

During the crop year 1958-59 Board sales of wheat were as follows:

	Total Sales (bushels)
Domestic sales	53,259,782.8
Export sales at Class II prices	206,481,121.7
Export sales under the terms of the International Wheat Agreement	81,881,402.3
Weight losses in transit and in drying	68,678.4
TOTAL	341,690,985.2

As shown by the above table Board sales of wheat amounted to 341,690,985.2 bushels, of which 206,091,146.8 bushels were applied to the 1957-58 Pool Account and 135,599,838.4 bushels were applied to the 1958-59 Pool Account.

INTERNATIONAL WHEAT AGREEMENT

The crop year 1958-59 coincided with the third and final year of the International Wheat Agreement which became effective August 1, 1956. Total sales registered under the Agreement were 191 million bushels. Canadian sales registered for the crop year were 83.5 million bushels.

The Board continued to represent the Government of Canada in the administration of the International Wheat Agreement.

During the crop year a new International Wheat Agreement was negotiated and became effective for a three-year period commencing August 1, 1959. The new Agreement is wider in scope and concept than the one which it replaced. In preceding Agreements the rights and obligations of member countries were effective only at the levels of minimum and maximum prices. Under the new Agreement these rights and obligations exist within the price range as well as at the extremes of the price range. Importing countries subscribe a percentage of their annual wheat requirements and the volume of international trade in wheat within the Agreement will be greatly enlarged. Exporting countries have a general obligation to meet import requirements rather than a specific obligation in terms of fixed export quantities. The rights and obligations of member countries in relation to the minimum and maximum prices are precisely stated.

As at the date of this Report, 31 importing countries and 9 exporting countries were signatory to the Agreement. The United Kingdom is a signatory member of the 1959 Agreement. The United Kingdom, Belgium, The Netherlands and Portugal have subscribed to the Agreement on behalf of their overseas territories. The weighted average percentage of imports subscribed by member importing countries is 70.5.

EXPORTS

The following table shows exports of wheat (including flour) by months for the crop year 1958-59*:

	Million Bushels	
August, 1958	25.6	
September	18.3	
October	29.2	
November	25.4	
December	23.1	
January, 1959	20.7	142.3
February	20.7	
March	21.3	
April	22.0	
May	32.6	
June	30.8	
July	19.6	147.0
TOTAL		289.3

Wheat exports, including flour, amounted to 289.3 million bushels as compared with 316.1 million bushels in the previous crop year. The export movement of wheat was well distributed throughout the crop year, and with the exception of the months of September and July followed a normal pattern.

*Source: Board of Grain Commissioners for Canada. Includes exports of Ontario Winter Wheat. Exports of bagged seed wheat are not included.

EXPORTS OF WHEAT AND WHEAT FLOUR*

CROP YEARS 1958-59 AND 1957-58

Continental Areas and Countries

	Crop Year 1958-59			Crop Year 1957-58
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
EUROPE:				
United Kingdom	87,032,155	13,855,251	100,887,406	104,060,568
Germany	34,983,696	—	34,983,696	29,736,006
Belgium	10,654,704	231,973	10,886,677	13,162,676
Netherlands	7,853,201	5,796	7,858,997	21,733,457
U.S.S.R.	7,308,187	—	7,308,187	14,833,328
Switzerland	6,276,779	—	6,276,779	9,672,754
Poland	5,408,331	—	5,408,331	1,443,680
Ireland	4,120,833	—	4,120,833	1,911,526
Norway	3,574,728	—	3,574,728	3,541,171
Austria	2,974,833	—	2,974,833	2,153,570
Italy	1,102,039	2,019	1,104,058	1,004,380
France	1,352,435	—	1,352,435	—
Malta	900,146	—	900,146	1,527,307
Denmark	432,954	2,392	435,346	278,708
Finland	173,612	—	173,612	—
Portugal	—	56,654	56,654	44,316
Gibraltar	—	44,565	44,565	45,620
Sweden	29,867	2,024	31,891	10,345
Iceland	—	14,819	14,819	16,100
Greece	—	4,719	4,719	26,020
TOTAL	174,178,500	14,220,212	188,398,712	205,201,532
ASIA AND OCEANIA:				
Japan	40,957,400	1,169,702	42,127,102	38,721,127
India	11,381,051	1,955	11,383,006	23,795,301
Philippine Islands	1,166,667	3,034,659	4,201,326	4,861,076
Pakistan	3,824,239	345	3,824,584	3,526,433
Israel	1,560,534	—	1,560,534	1,463,840
Ceylon	—	2,239,926	2,239,926	2,519,682
Lebanon	56,000	878,099	934,099	754,476
Hong Kong	131,601	609,691	741,292	673,499
Okinawa	478,426	—	478,426	233,333
Malaya and Singapore	—	459,057	459,057	392,831
China	463,867	—	463,867	3,786,907
Thailand	—	335,892	335,892	355,203
Portuguese Asia	—	221,092	221,092	122,944
Arabia	—	54,804	54,804	28,288
Burma	40,070	—	40,070	—
Nepal	36,543	—	36,543	—
Fiji	—	16,882	16,882	—
Formosa	7,616	—	7,616	—
Guam	—	1,208	1,208	—
Australia	—	—	—	1,490,534
Other Countries	—	6,327	6,327	50,864
TOTAL	60,104,014	9,029,639	69,133,653	82,776,338

(This table continued on Page 14)

	Crop Year 1958-59			Crop Year 1957-58
	Wheat	Flour (Wheat Equivalent)	Total	Total
	(bushels)			
CENTRAL AMERICA AND THE CARIBBEAN AREA:				
Jamaica	—	1,647,623	1,647,623	1,625,386
Trinidad and Tobago	673	1,627,742	1,628,415	1,586,728
Leeward and Windward Islands	33	1,035,356	1,035,389	1,068,116
Dominican Republic	1,000	668,350	669,350	698,128
Costa Rica	41,286	486,282	527,568	516,722
El Salvador	33,063	378,806	411,869	196,430
Cuba	1,918	377,292	379,210	605,863
Guatemala	83,333	258,845	342,178	474,219
Nicaragua	—	315,242	315,242	271,563
Barbados	833	313,163	313,996	335,765
Panama	—	302,416	302,416	254,897
Bahamas	—	262,734	262,734	277,736
Netherlands Antilles	—	158,029	158,029	173,340
Bermuda	—	112,422	112,422	96,340
Honduras	8,333	79,247	87,580	95,371
Haiti	—	48,047	48,047	455,664
British Honduras	—	19,743	19,743	14,875
Other Countries	—	8,579	8,579	17,289
TOTAL	170,472	8,099,918	8,270,390	8,764,432
SOUTH AMERICA:				
Venezuela	2,899,989	649,237	3,549,226	4,367,827
Peru	1,943,068	23,347	1,966,415	2,734,924
Ecuador	1,123,042	—	1,123,042	403,940
Colombia	14,875	251,649	266,524	258,817
British Guiana	—	198,470	198,470	305,353
Surinam	—	95,393	95,393	129,394
Chile	—	34,730	34,730	23,000
TOTAL	5,980,974	1,252,826	7,233,800	8,223,255
AFRICA:				
Union of South Africa	7,631,138	—	7,631,138	—
Ghana	—	1,385,253	1,385,253	502,944
Belgian Congo	—	637,482	637,482	404,002
Sierra Leone	—	292,535	292,535	236,686
Portuguese East Africa	234,565	4,740	239,305	133,645
Nigeria	—	203,244	203,244	55,924
Rhodesia	126,933	25,431	152,364	497,932
Egypt	—	148,069	148,069	248,273
Portuguese West Africa	—	85,340	85,340	40,643
Azores and Madeira	—	30,337	30,337	25,482
Gambia	—	16,118	16,118	—
Liberia	—	19,177	19,177	—
Other Countries	—	4,400	4,400	19,318
TOTAL	7,992,636	2,852,126	10,844,762	2,164,849

(This table concluded on Page 15)

	Crop Year 1958-59			Crop Year 1957-58
	Wheat	Flour (Wheat Equivalent)	Total	Total
		(bushels)		
NORTH AMERICA:				
United States				
Milling in Bond	1,408,216	—	1,408,216	1,795,924
Domestic Use	1,953,931	—	1,953,931	5,370,162
Flour	—	1,649,509	1,649,509	1,754,028
Other Countries	—	20,684	20,684	22,975
TOTAL	3,362,147	1,670,193	5,032,340	8,943,089
Lost at Sea	366,200	—	366,200	—
GRAND TOTAL	252,154,943	37,124,914	289,279,857 ①	316,073,495 ①

①Exclusive of exports of bagged seed wheat which amounted to 4,219,341 bushels in 1957-58 and 5,032,340 bushels in 1958-59.
Source: Board of Grain Commissioners for Canada. Includes Exports of Ontario Winter Wheat.

Exports of wheat and flour to Europe were 188.4 million bushels as compared with 205.2 million bushels in the previous crop year. The reduction was due to smaller exports of low grade wheat to The Netherlands, the reduced purchases of the U.S.S.R., and the smaller requirements of Switzerland. These reductions were partially offset by increased exports to Germany, Poland, Ireland and France. Trade with other countries was in line with the previous crop year.

The United Kingdom continued as Canada's largest wheat market. Exports to the United Kingdom in 1958-59 amounted to 100.6 million bushels as compared with 104.1 million bushels.

Japan accounted for over 60% of wheat exports to Asia. Japanese imports amounted to a record 42.2 million bushels as compared with 38.7 million bushels in the previous year.

Exports to India were substantially lower, reflecting a smaller quantity of wheat purchased from Canada under long-term credit arrangements and reduced purchases of wheat under regular Colombo Plan appropriations.

Australia and China purchased wheat from Canada in 1957-58, but these countries were not purchasers in the crop year under review. One cargo was shipped to China during 1958-59 as part of the quantities sold in the previous crop year. Canadian exports continued on a satisfactory level to the Philippines, Pakistan, Hong Kong, Israel, the Philippines, Lebanon and other Asiatic countries.

Exports were well maintained in Central America and in the Caribbean Area. The major part of exports to these markets is flour.

Exports to South American countries, except for Ecuador and Colombia, were somewhat smaller than in the previous crop year.

Exports to Africa increased sharply as a result of the shipment of 7.6 million bushels to the Union of South Africa and increased flour shipments to Ghana, Belgian Congo, Nigeria and other African territories.

Exports of low grade wheat to the United States for domestic use declined from 5.4 million bushels in 1957-58 to 2.0 million bushels. The decline was mainly due to the lack of suitable grades of wheat for shipment to the United States for feeding purposes. Exports of wheat to the United States for milling in bond amounted to 1.4 million bushels as compared with 1.8 million bushels in 1957-58.

WHEAT EXPORTS BY PORTS*

Exports of wheat (including Ontario Winter Wheat) through Eastern Canadian ports for 1958-59 amounted to 123.8 million bushels, of which 89.2 million bushels were shipped through St. Lawrence ports. Shipments through Atlantic winter ports were 29.7 million bushels. Pacific Coast clearances of wheat amounted to 106.6 million bushels during 1958-59, and a record shipping programme was established at Churchill with clearances reaching 18.4 million bushels. Shipments of wheat and flour to the United States for consumption amounted to 3.4 million bushels.

UTILIZATION OF SPECIAL ACCOUNT

Section 29A of the Canadian Wheat Board Act provides that unclaimed balances in the hands of the Board which are six years old or more may, with the approval of Governor in Council, be transferred to a Special Account. The Act

*Source: Board of Grain Commissioners for Canada.

specifically sets forth that these funds shall be used "for such purposes as the Governor in Council upon the recommendation of the Board may deem to be for the benefit of producers."

From funds derived from the Special Account the Board continued its policy of providing the opportunity for missions from important grain importing countries to visit Canada. The purpose of these missions is to enable visitors to see at first hand the methods employed in the production, handling, storing, milling and processing, and merchandising of western grain. Provision is made whereby visiting missions can inspect the Canadian elevator system and particularly the movement of western grain to seaboard and port facilities available in Canada. Members of missions may also explore special fields in connection with the marketing of Canadian wheat and wheat products. In 1959 visiting missions were provided with the opportunity of seeing the St. Lawrence Seaway in operation and studying the relationship of the Seaway to the marketing of Canadian grain.

During 1959 two important missions came to Canada under this programme. The first mission consisted of five members and represented the independent segment of the milling industry of the United Kingdom. The second mission came to Canada from Norway and represented the trading and technical services of the Norwegian State Grain Corporation.

In arranging programmes for visiting missions, the grain trade in Winnipeg and elsewhere, and other interests in Canada, co-operated generously. The Board would like to acknowledge the assistance of the following organizations in connection with the 1959 missions: the Board of Grain Commissioners for Canada, including the Grain Inspection Branch and the Research Laboratory; the Dominion Laboratory of Plant Pathology, Winnipeg; the Dominion Laboratory of Cereal Breeding, Winnipeg; the Plant Products Division, Production Services, Department of Agriculture, Winnipeg; the Experimental Farm Services, Department of Agriculture, Ottawa; the Department of Trade and Commerce, Ottawa; the National Harbours Board, Montreal and Churchill; the Provincial Wheat Pools in Calgary, Regina and Winnipeg; the United Grain Growers Limited, Winnipeg; the milling and baking industries; and the Canadian grain trade throughout Canada.

Funds were appropriated from the Special Account to provide laboratory equipment for the Institute of Baking and the Baking School of Japan.

Sales Promotion

At the commencement of the crop year The Honourable Gordon Churchill, Minister of Trade and Commerce, accompanied by Board representatives, carried out a sales mission to the United Kingdom and principal importing markets in Western Europe.

Members and officials of the Board maintained close contact with overseas wheat and flour markets. During the crop year members and officers of the Board visited the United Kingdom, The Netherlands, Belgium, France, Germany, Switzerland, Poland, Czechoslovakia, Ireland, Portugal, Spain, Denmark, Finland, Sweden, Norway, Italy, Austria, Japan, Hong Kong, the Philippines, Venezuela, Haiti, Dominican Republic, Jamaica, Trinidad, Barbados and Cuba.

A mission, representing the Department of Trade and Commerce and the Board, visited Peru, Ecuador, Colombia, Panama, Nicaragua, Costa Rica, Guatemala, Honduras and El Salvador in the interests of wheat and flour sales.

The London and Rotterdam offices of the Board maintained close liaison with importing countries in Western Europe.

The Canadian Wheat Board film continued to circulate in most importing countries. The film is available in the French, German, Dutch, Portuguese, Italian, Polish and Japanese languages.

During the year the Board prepared a brochure dealing with many aspects of western wheat and included samples of the principal grades of western grain and flaxseed. This brochure was widely distributed to the import trade and the milling industries in overseas markets.

In the marketing of wheat and other grains the Board wishes to acknowledge the co-operation which it received from grain shippers and exporters, and the Canadian milling industry.

The Board also wishes to acknowledge the assistance which it received throughout the crop year from the Grain Division, Department of Trade and Commerce, and the Canadian Trade Commissioners' Service. These agencies were very helpful in facilitating the marketing of Canadian wheat and flour.

United States Disposal Programmes

The annual reports covering Board operations for the past four crop years have reviewed in general terms the United States surplus disposal programmes. These programmes were continued during 1958-59 under increased appropriations by the United States Congress.

Surplus agricultural commodities, including grains, are disposed of in export markets under three major types of programmes.

(*1*) *Disposal of Grains for Local Currencies:*

Title I—Public Law 480 and Section 402 of Public Law 665. Under these Laws surplus agricultural commodities are sold abroad for the currency of the importing country, and the funds so acquired are utilized by the United

States in that country for market development, purchase of strategic materials, military procurement, purchase of goods for other countries under mutual assistance programmes, grants for multilateral trade and economic development, loans for economic development within recipient countries, international educational exchange and scientific activities.

Title I of Public Law 480 was amended on September 14, 1959 to require that at least 5% of the foreign currencies accruing from sales under Title I should be used for market development purposes. Several other changes also were made in the use of foreign currencies accruing from sales under Title I. These include financing programmes of medical and scientific research, workshops in American studies, and preparation and distribution of audio-visual information and educational material.

From the inception of the programme in July, 1954 to the beginning of the 1958-59 crop year, a total of $4 billion had been appropriated by Congress for activities under Title I of Public Law 480. A further $2.25 billion was appropriated for use during the period July 1, 1958 to December 31, 1959. As at June 30, 1959, 158 agreements had been entered into with 37 countries. Of the countries receiving surplus agricultural commodities, 26 obtained wheat and/or flour, and 16 obtained various feed grains.

From July, 1954 to June 30, 1959, 725 million bushels of wheat or flour and 171 million bushels of feed grains have been disposed of. The recipient countries were: Austria, Brazil, Ceylon, Chile, China (Taiwan), Colombia, Ecuador, Finland, Greece, Iceland, India, Indonesia, Iran, Israel, Italy, Japan, Korea, Mexico, Pakistan, Paraguay, Peru, Poland, Portugal, Spain, Turkey, United Arab Republic and Yugoslavia.

During the crop year 1958-59, 230 million bushels of wheat or flour were exported under Title I of Public Law 480. Congress has approved a further $3 billion to continue the programme to December 31, 1961.

Sales for local currencies under the provisions of Section 402 of Public Law 665 amounted to $44 million for food grains and feed grains during 1958-59. From October 31, 1953 to June 30, 1959 sales of food grains and feed grains under this programme have amounted to $597 million. During the 1958-59 crop year approximately 20 million bushels of wheat or flour were exported under Section 402 of Public Law 665, bringing the total wheat and flour exports under this programme to 251 million bushels since the beginning of the 1954-55 crop year. The recipient countries for wheat and/or flour were: Austria, Bolivia, Ceylon, China (Taiwan), Denmark, Egypt, France, Germany, Greece, Guatemala, India, Indo-China, Iran, Israel, Japan, Jordan, Korea (South), The Netherlands, Pakistan, Turkey and Yugoslavia.

(2) *Disposal of Grains for Famine and Disaster Relief:*

Title II—Public Law 480. Under this disposal plan surplus agricultural commodities are donated to relieve famine and disaster.

No further appropriations were granted for this programme during 1958-59. However, the Amendment to the Agricultural Trade Development and Assistance Act of 1954 provided $300 million annually for donations under Title II during the calendar years 1960 and 1961, bringing the total funds appropriated to $1.4 billion. Included in the programme is a provision whereby ocean freight costs may be paid on government shipments and on donation of surplus foods through voluntary agencies and inter-governmental organizations in the United States. Wheat and flour exports under Title II during the 1958-59 crop year totalled 11 million bushels, involving a cost of $42 million. The value of feed grain exported under this programme amounted to $8.6 million during 1958-59. Donations of cereals have been made to the following 32 countries: Austria, Czechoslovakia, Germany (Federal Republic), Germany (Soviet Occupied), Hungary, Italy, Yugoslavia, Libya, Morocco, Tunisia, Afghanistan, Ceylon, India, Iran, Jordan, Lebanon, Nepal, Pakistan, Turkey, Japan, Viet Nam, Bolivia, British Honduras, Costa Rica, Guatemala, Haiti, Honduras, Mexico, Peru, Ethiopia, Ghana and Yemen.

(3) *Disposal of Grains under Barter Arrangements:*

Title III—Public Law 480. Under this Law surplus agricultural commodities may be exchanged for strategic materials entailing less risk of loss through deterioration, or substantially less storage costs; or materials, goods or equipment required in connection with foreign economic and military aid and assistance; or materials or equipment required for off-shore construction.

Under the original programme, barter contracts provided for the delivery of specified materials with payment to be received in Commodity Credit Corporation owned agricultural commodities which had to be exported by the contractor. The origin of materials and the destination of agricultural commodities were limited to friendly countries but were not required to be identical.

In May, 1957 the American administration revised its regulations with respect to the barter programme, and in November, 1958 the barter programme was again revised. Details of these revisions are outlined on Page 16 of the Board's 1957-58 Annual Report. In September, 1959 the United States Department of Agriculture announced a number of changes in its barter programme. The changes are incorporated in a new

table of commodity-country designations which re-classifies barter outlets for surplus agricultural commodities. The major differences from the earlier table, which has been in effect since November, 1958, are as follows:

(1) Many dependent overseas territories of foreign countries are included for the first time. These previously unlisted areas automatically fell into the "C" (open-end) category heretofore.

(2) A new "X" category, designating countries to which barter exports of specified commodities will not be authorized, has been established.

(3) All countries which produce agricultural commodities available under the barter programme and which export their surplus production of those commodities in competition with United States exports have been put in the "A" (screened multilateral or bilateral) category with respect to those commodities. Previously some of these commodity-country designations had been "B" (unscreened multilateral or bilateral) or "C" (open-end).

(4) In determining the appropriate commodity-country designations for wheat and wheat flour, consideration has been given in the new listing of traditional markets of other exporting countries which are signatories of the International Wheat Agreement. Also, instead of two separate listings, there is now a combined listing for wheat and wheat flour.

(5) Oats have been removed from the list of surplus agricultural commodities available for export under the barter programme.

The changes in the table were viewed as necessary to safe-guard usual marketings of the United States and avoid undue disruption of world prices of agricultural commodities or replacement of cash sales for dollars. Each commodity-country designation has also been re-appraised in the light of current world economic and marketing conditions and current availability of the various Commodity Credit Corporation owned agricultural commodities.

Other general barter requirements are applicable to the modified barter programme. These include, among others, customary barter contract provisions prohibiting the trans-shipment of the agricultural commodities from the approved import destinations, the posting of letters of credit for commodities received in advance of delivery of bartered materials, payment of interest on the value of such commodities, and shipment of at least 50% of the materials involved in privately-owned United States flag vessels.

During the 1958-59 crop year a total of 22.3 million bushels of wheat and 23.6 million bushels of oats, barley, rye and corn were exported from the United States under this programme. Since July 1, 1954, 86 countries have received surplus agricultural commodities under this programme, totalling in value to $1.1 billion.

(4) *Long-Term Supply Contracts:*

Title IV—Public Law 480. The purpose of this Title which was provided for in the September 21, 1959, Amendment to the Agricultural Trade Development and Assistance Act of 1954, is to utilize surplus agricultural commodities to assist the economic development of friendly nations by providing long-term credit for purchase of surplus agricultural commodities for domestic consumption during periods of economic development. Under this new provision the President of the United States is authorized to enter into agreement with friendly nations to undertake to provide for delivery annually of certain quantities of surplus commodities for a period not to exceed 10 years. Payments will be made in dollars in approximately equal instalments over a period not to exceed 20 years, with interest not exceeding the cost of funds to the United States Treasury.

8. *1958-59 Pool Account—Oats*

POLICY

By authority of Order in Council P.C. 1958-725, May 22, 1958, Parts III and IV of the Canadian Wheat Board Act were extended to oats for the crop year 1958-59. By the same authority the initial price for oats was established at 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur. Initial prices for other grades were established by the Board and approved by Orders in Council.

BOARD RECEIPTS

The following table shows Board receipts from producers, by months, from August 1, 1958 to July 31, 1959:

	Bushels
August, 1958	1,588,138.2
September	5,917,987.4
October	3,268,949.6
November	3,031,959.2
December	1,637,448.7
January, 1959	1,187,980.5
February	2,120,575.7
March	2,777,786.1
April	2,153,595.7
May	1,860,068.9
June	3,105,106.2
July	10,098,995.7
TOTAL	38,748,591.9

Producers delivered 38.7 million bushels of oats to the 1958-59 Pool as compared with 57.8 million bushels in the previous Pool. Deliveries were relatively large during the fall months and in the final two months of the crop year.

GRADE PATTERN

The following table shows Board receipts of oats from producers by principal grades, along with the percentage of total receipts of each grade:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W.	196,337.4	.51
No. 3 C.W.	5,127,845.4	13.23
Extra No. 1 Feed	12,193,970.2	31.47
No. 1 Feed	20,135,508.2	51.97
No. 2 Feed	748,582.7	1.93
No. 3 Feed	78,124.3	.20
Other grades	268,223.7	.69
TOTAL	38,748,591.9	100.00

The principal grades of oats delivered to the 1958-59 Pool were Extra No. 1 Feed and No. 1 Feed, these grades accounting for 83.4% of the total receipts for the crop year.

1958-59 Pool Account—Oats

The following table shows the operating position of the 1958-59 Oats Pool from August 1, 1958 to July 31, 1959:

	Bushels	
1. Oats acquired by the Board:		
(a) Producers' deliveries August 1, 1958 to July 31, 1959	38,748,591.9	
(b) Oats otherwise acquired ①	3,360.4	
(c) Purchased from 1957-58 Pool Account—Oats	14,075,169.8	
Total oats acquired	52,827,122.1	
	(Value)	(Value)
2. Cost of oats acquired		$31,543,323.50
3. Proceeds of sales and value of stocks unsold as at July 31, 1959:		
(a) (i) Completed sales at realized prices	$14,564,217.25	
(ii) Uncompleted sales at contract prices	1,936,566.28	
Total proceeds from sales	16,500,783.53	
(b) Value of unsold stocks of oats at cost	16,517,033.59	33,017,817.12
4. Gross surplus as at July 31, 1959		1,474,493.62
5. Operating costs—August 1, 1958 to July 31, 1959:		
(a) Carrying charges including terminal storage	2,644,050.44	
(b) Interest and bank charges	108,191.75	
(c) Freight recovered on export oats	(25,431.65)	
(d) Brokerage and Clearing Association charges	2,413.88	
(e) Administrative and general expenses	124,411.51	2,853,635.93
6. Debit balance in the 1958-59 Pool Account—Oats, as at July 31, 1959, after valuing stocks of oats on hand at cost prices basis in store Fort William/Port Arthur		$ 1,379,142.31

①Purchased from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

Comment on the Operating Statement—1958-59 Pool Account—Oats

The table on the preceding page sets forth the operating position of the 1958-59 Oats Pool from August 1, 1958 to July 31, 1959. The statement should be interpreted in the light of the following considerations:

(1) During 1958-59 Board sales of oats, with minor exceptions, were credited to the 1957-58 Pool Account from August 1, 1958 to February 27, 1959, the closing date of the 1957-58 Pool. The selling period of the 1958-59 Pool Account therefore extended over the period from March 1, 1959 to July 31, 1959. Completed sales credited to the 1958-59 Pool Account during this five-month period amounted to 20.2 million bushels. In addition, the Board had uncompleted sales of oats on its books as at July 31, 1959 in the amount of 2,739,209.4 bushels. ①

(2) The inventory of unsold oats in the 1958-59 Pool Account as at July 31, 1959 was relatively large (29.8 million bushels) ① reflecting the delayed closing of the 1957-58 Pool Account. For purposes of the foregoing operating statement unsold stocks of oats as at July 31, 1959 were valued at their acquired cost.

On the basis of a limited selling period within the crop year 1958-59 and the valuation of the July 31st inventory at cost, the 1958-59 Oats Pool showed a debit balance of $1,379,142.31 as at July 31, 1959.

The 1958-59 Oats Pool consisted of 52.8 million bushels. Producers' deliveries to the Pool between August 1, 1958 and July 31, 1959 amounted to 38.7 million bushels. A total of 14.1 million bushels was transferred from the 1957-58 Pool as at February 27, 1959. A small amount of oats was purchased from others than producers.

Operating costs chargeable to the 1958-59 Pool to July 31, 1959 were $2,853,635.93. The principal item in these costs was carrying charges on oats stored in country and terminal elevators. These costs amounted to $2,644,050.44 and were the equivalent of 6.824 cents per bushel on producers' deliveries to the Pool. Interest and bank charges were $108,191.75. Brokerage and Clearing Association charges were $2,413.88, while administrative and general expenses charged to the 1958-59 Oats Pool to July 31, 1959 were $124,411.51. Freight recoveries on export oats resulted in a credit item of $25,431.65.

General Comment on the Marketing of Oats—1958-59

Some comment should be directed to the oats position in Canada during the crop year 1958-59. Oats production in the prairie provinces in 1958 was estimated at 240 million bushels. This was the second successive moderate yield of oats which was to lead to a reduction of year-end farm stocks of oats, a reduction in year-end commercial supplies of oats and a reduction in producers' marketings of oats. Low yields per acre in many areas and heavy farm feeding throughout Western Canada reduced farm stocks to a low level in many areas and brought about a substantial movement of oats from surplus to deficit areas. The position was such that farm utilization of oats in relation to availability was particularly heavy. The prolonged drought in May and the first half of June, 1959 caused anxiety in regard to oats supplies on western farms. It was not until the drought was relieved in late June that the oats position eased and additional supplies became available for delivery.

In contrast to the oats position within the prairie provinces, production in normally deficit areas in other parts of Canada was at average levels or higher. Ontario produced a particularly large crop of oats in 1958. At the same time feed grain supplies in the United States continued abundant and the quality of the United States crop was better than normal. The markets for oats during the crop year were very limited. It is in the light of these circumstances that the oats position in 1958-59 must be considered.

Producers' deliveries of oats to the 1958-59 Pool amounted to 38.7 million bushels. This was the lowest level of oats marketings in the prairie provinces since 1941-42. Apart from the factors outlined above delivery quota policy had some effect upon the level of oats marketings, particularly during the first half of the crop year.

The commercial supply position for 1958-59 is shown in the following table:

	Million Bushels
Commercial carryover—July 31, 1958	46.9
Producers' deliveries—1958-59 Pool Account	38.7
Total	85.6

Commercial supplies of oats in 1958-59 were smaller than in the previous crop year but in excess of available markets.

The following table shows exports of oats for the crop year 1958-59, along with comparative statistics for 1957-58:*

	1958-59	1957-58
	(million bushels)	
United Kingdom	3.4	3.9
United States	1.4	21.6
Germany	1.3	—
Others	.9	.4
Total	7.0	25.9

①See Exhibit III.

*Source: Board of Grain Commissioners for Canada.

As shown by the preceding table export markets for Canadian oats were very limited in 1958-59. Exports amounted to 7.0 million bushels as compared with 25.9 million bushels in the previous crop year. The major part of the decline was due to a sharp reduction in exports to the United States. These exports amounted to 1.4 million bushels as compared with 21.6 million bushels in the previous crop year. Exports to the United Kingdom were well maintained at 3.4 million bushels, while exports to Germany amounted to 1.3 million bushels.

As in immediately preceding crop years the domestic market provided the largest outlet for western oats. Approximately 40 million bushels of western oats were used in the domestic market in 1958-59.

During the crop year under review farm stocks of oats in the prairie provinces (as estimated by the Dominion Bureau of Statistics) declined from 88.0 million bushels to 53.0 million bushels. Commercial stocks declined from 46.9 million bushels to 38.9 million bushels.

The following table shows the monthly average Board quotations for No. 1 Feed Oats, along with high and low prices recorded in each month from August 1, 1958 to July 31, 1959 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1958	74¾	71	73
September	72	68¼	70⅝
October	69	67¼	68⅛
November	68	67	67¾
December	69½	67¼	68¾
January, 1959	70¾	69½	70⅛
February	72	70	71⅜
March	72¼	70¾	71½
April	71¾	69¾	70¾
May	70¾	70¼	70½
June	70¼	69¼	69⅞
July	70¾	70	70⅛

The drought, in the spring and early summer of 1958, strengthened oats prices in the final months of 1957-58 and in the early months of 1958-59. The average of Board asking prices for No. 1 Feed Oats was 73 cents per bushel during August. Prices worked to lower levels during the all months; the average of Board asking prices for No. 1 Feed Oats for December was 68¾ cents per bushel. During the balance of the crop year the monthly average of Board quotations fluctuated narrowly above and below 70 cents per bushel. Apart from the adverse growing season in 1958, price-stimulating factors were lacking in the market. A similar growing season in 1959 had little effect upon price levels within the crop year under review.

From 1954-55 to 1958-59 exports of oats averaged 15.6 million bushels as compared with an average of 53.0 million bushels in the preceding five-year period. In the Annual Report of The Canadian Wheat Board for the crop year 1957-58 ① some general comments were made in regard to the marketing of oats and the effect of limited export markets. These comments are applicable to the crop year under review and are quoted in part as follows:

> "The main factors in this limitation have been the adequate feed grain supplies in the United States, relatively low price levels in terms of the Canadian dollar and an import duty which must be absorbed by the seller. Only on occasion do Canadian oats move overseas in volume. Ordinarily, Canadian oats have difficulty competing in European markets because of high forwarding costs in relation to the value of the product.
>
> "Taking a broad view of the oats position it is apparent that, with exports at existing levels, there is an annual market for approximately 70 million bushels of oats, including domestic requirements. ② Supplies have been in excess of this figure.
>
> "The market situation for oats has an adverse effect upon the quantities of oats which producers can deliver during this period of elevator congestion, and has an effect upon the pooling operations of the Board in respect to the volume of oats sales, the prices which may be obtained for oats and carrying charges incurred. The Board recognizes that many producers in the prairie provinces are dependent upon oats as a cash crop and, therefore, has continued to provide for the marketing of moderate quantities of oats even though commercial supplies have been for some time in excess of available markets.
>
> "The domestic demand for oats is relatively constant and an improvement in the oats position is dependent upon increased exports, particularly to the United States."

9. 1958-59 Pool Account—Barley

POLICY

By authority of Order in Council P.C. 1958-725, May 22, 1958, Parts III and IV of the Canadian Wheat Board Act were extended to barley for the crop year 1958-59. The same Order in Council provided for an initial price of 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur. Initial payments for all other grades of barley were established by the Board and approved by Orders in Council.

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①Page 20.

②Considerably less in 1958-59.

Board Receipts

The following table shows receipts of barley from producers, by months, from August 1, 1958 to July 31, 1959:

	Bushels
August, 1958	619,497.4
September	6,918,157.4
October	9,599,349.7
November	9,987,468.7
December	12,237,759.0
January, 1959	11,128,784.7
February	9,169,246.7
March	9,419,547.6
April	6,643,901.3
May	6,858,981.7
June	11,377,086.6
July	28,429,845.5
Total	122,389,626.3

Producers delivered 122.4 million bushels of barley to the Board in 1958-59 as compared with 116.4 million bushels in 1957-58. Producers delivered barley in volume from September through July. Deliveries were relatively large in December and January as elevator space was filled following the closing of navigation in 1958. Deliveries increased towards the end of the crop year and were particularly heavy in the final month.

Grade Pattern

The following table shows the principal grades of barley delivered by producers in 1958-59:

Grade (Including Toughs and Damps)	Bushels	% of Total
No. 2 C.W. Six-Row	11,038,525.5	9.02
No. 3 C.W. Six-Row	27,224,256.2	22.24
No. 4 C.W. Six-Row	2,875,693.7	2.35
No. 2 C.W. Two-Row	3,286,033.1	2.68
No. 3 C.W. Two-Row	10,761,712.9	8.79
No. 1 Feed	58,718,232.8	47.98
No. 2 Feed	6,768,365.7	5.53
No. 3 Feed	839,474.5	.69
Other Grades	877,331.9	.72
Total	122,389,626.3	100.00

The distribution of grades of barley delivered to the 1958-59 Pool followed very closely the distribution within the preceding Pool. About 55 per cent of producers' deliveries consisted of feeding grades and about 45 per cent consisted of industrial grades. Deliveries to the Pool included larger quantities of both Six-Row and Two-Row varieties. The principal grade received in 1958-59 was No. 1 Feed Barley, deliveries of which amounted to 58.7 million bushels, or 48 per cent of total receipts.

1958-59 Pool Account—Barley

The following table shows the operating position of the 1958-59 Barley Pool from August 1, 1958 to July 31, 1959:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries August 1, 1958 to July 31, 1959	122,389,626.3	
(b) Barley otherwise acquired	① 2,172.8	
(c) Purchased from 1957-58 Pool Account—Barley	6,660,832.3	
Total barley acquired	129,052,631.4	
	(Value)	(Value)
2. Cost of barley acquired		$116,084,573.68
3. Proceeds of sales and value of unsold stocks of barley as at July 31, 1959:		
(a) (i) Completed sales at realized prices	$69,789,223.47	
(ii) Uncompleted sales at contract prices	14,135,774.59	
Total proceeds from sales	83,924,998.06	
(b) Value of unsold stocks of barley stated at cost	41,184,625.13	125,109,623.19
4. Gross surplus as at July 31, 1959		9,025,049.51
5. Operating costs—August 1, 1958 to July 31, 1959:		
(a) Carrying charges including terminal storage	4,080,628.35	
(b) Interest and bank charges	218,461.98	
(c) Freight recovered on export barley	(358,640.79)	
(d) Diversion charges on export barley	43,355.89	
(e) Drying charges	37,816.71	
(f) Brokerage and Clearing Association charges	7,135.43	
(g) Administrative and general expenses	416,581.02	4,445,338.59
6. Credit balance in the 1958-59 Pool Account—Barley, as at July 31, 1959 after valuing stocks of barley on hand at cost prices basis in store Fort William/Port Arthur		$ 4,579,710.92

①Purchased from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

COMMENT ON THE OPERATING STATEMENT—1958-59 POOL ACCOUNT—BARLEY

The table above shows the operating position of the 1958-59 Barley Pool to July 31, 1959. The 1958-59 Barley Pool consisted of 129,052,631.4 bushels. Of this quantity, 122,389,626.3 bushels were delivered by producers, 6,660,832.3 bushels were transferred from the 1957-58 Pool as at February 27, 1959, and a relatively small amount of barley was acquired from others than producers. The 1957-58 Pool Account was closed on February 27, 1959 and therefore part of Board sales during the crop year (principally feed grades) were credited to this account.

It has been the practice of the Board to credit sales of barley accepted for malting, or other industrial uses, to the crop account to which such barley was delivered by producers. Therefore, grades of barley delivered by producers in 1958-59 and accepted for malting or other specialized uses were credited to the 1958-59 Pool Account, even though these sales were made prior to the closing of the 1957-58 Pool Account.

From August 1, 1958 to July 31, 1959 completed sales of barley for the account of the 1958-59 Pool were 68,612,031.9 bushels. In addition, the Board had uncompleted sales of barley on its books as at July 31, 1959 in the amount of 14,543,077.5 bushels. Weight losses in drying were 25,439.4 bus.

The inventory of unsold barley in the 1958-59 Pool Account as at July 31, 1959 was 45,872,082.6 bushels. This inventory was valued at cost; i.e. at initial payment prices for each grade in the inventory.

Operating costs of the 1958-59 Pool Account to July 31, 1959 amounted to $4,445,338.59. These costs consisted principally of carrying charges on barley stored in country and terminal elevators and amounted to $4,080,628.35. Interest and bank charges were $218,461.98. Freight recoveries on shipments of barley to Pacific Coast ports for export provided a credit item of $358,640.79. Diversion charges on barley shipped to Pacific Coast ports for export were $43,355.89. Drying charges were $37,816.71, while brokerage and Clearing Association charges were $7,135.43. Administrative and general expenses to July 31, 1959 amounted to $416,581.02.

After applying the proceeds of sales, valuing the inventory at cost and allowing for operating costs as recorded above, the 1958-59 Barley Account showed a credit balance of $4,579,710.92 as at July 31, 1959.

General Comment on the Marketing of Barley—1958-59

During the crop year 1958-59 there was a satisfactory movement of barley into consumption in Canada and into export trade. Commercial utilization reached a level of about 112 million bushels. There was a continuous flow of barley into export trade throughout 1958-59, with a greater concentration of exports through Pacific Coast ports than in the previous crop year. Shipments of barley through Pacific Coast ports amounted to 36.8 million bushels as compared with 12.0 million bushels shipped via St. Lawrence and Maritime Seaboard ports.

The following table shows exports of barley in 1958-59, along with comparative statistics for the previous crop year:*

	1958-59	1957-58
	(million bushels)	
United Kingdom	41.5	36.7
United States	10.2	21.5
Japan	5.7	10.2
Poland	4.3	—
Netherlands	.8	.6
Switzerland	.6	.1
Germany	.3	.9
Belgium	.4	.1
Ireland	.3	.1
U.S.S.R.	—	4.9
Others	.3	—
Total	64.4	75.1

As shown by the above table exports of barley in 1958-59 amounted to 64.4 million bushels as compared with 75.1 million bushels in the previous crop year. The decline was largely due to reduced exports of barley suitable for malting to the United States. Exports to the United States amounted to 10.2 million bushels as compared with 21.5 million bushels in the preceding crop year and normal exports of 20 to 25 million bushels. The decline in exports of barley to the United States resulted from the fact that barley production in the northwestern States was exceptionally high in malting qualities and, therefore, acceptable to the malting and brewing trade of that country. The United Kingdom provided the largest market for Canadian barley. Exports amounted to 41.5 million bushels as compared with 36.7 million bushels in 1957-58. Exports to Japan declined from 10.2 million bushels in 1957-58 to 5.7 million bushels in the crop year under review. The Netherlands, Switzerland, Belgium and Ireland took larger quantities of Canadian barley than in the previous crop year. Exports of barley to Poland amounted to 4.3 million bushels which largely offset the decline in exports to the U.S.S.R.

The following table shows monthly average Board asking prices for No. 1 Feed Barley, along with high and low prices recorded each month from August 1, 1958 to July 31, 1959 (all prices basis in store Fort William/Port Arthur):

	High	Low	Average
	(cents per bushel)		
August, 1958	97	92¼	95
September	97¼	92	95⅛
October	98¾	96½	97¾
November	96¾	95¾	96⅜
December	97¼	95½	96⅜
January, 1959	99	96¾	97⅛
February	100	98	99⅛
March	100½	99	100
April	99½	96½	98⅜
May	97¼	96¼	96¾
June	95¾	90¾	92⅝
July	91¼	90½	90⅞

Monthly average Board asking prices for No. 1 Feed Barley increased gradually from 95 cents per bushel in August to $1.00 per bushel in March. From the levels of March, Board asking prices declined steadily in the final four months of the crop year, the average of Board asking prices for barley being 90⅞ cents per bushel.

For the first ten months of the crop year Board asking prices were moderately higher than in the corresponding period in 1957-58. In June and July Board asking prices fell below the level of the corresponding months of the previous year. The higher asking prices prevailing in 1958-59 primarily benefited the 1957-58 Barley Account.

There was little change in the level of farm stocks of barley in the prairie provinces during the crop year; farm stocks of barley at July 31, 1958 and at July 31, 1959 were 55.0 million bushels and 54.0 million bushels, respectively. During the crop year commercial stocks increased from 60.7 million bushels to 71.2 million bushels.

In 1958-59 exports of barley were at a high level for the eighth consecutive crop year. The following table shows producers' deliveries of

*Source: Board of Grain Commissioners for Canada.

barley to the Board and exports for the eight-year period from 1951-52 to 1958-59, inclusive:

	Board Receipts	Exports
	(million bushels)	
1951-52	130.6	69.9
1952-53	164.9	118.9
1953-54	101.2	90.0
1954-55	112.4	77.1
1955-56	113.9	64.3
1956-57	120.6	76.9
1957-58	116.4	75.1
1958-59	122.4	64.4
TOTAL	982.4	636.6

During the eight-year period producers delivered 982 million bushels of barley to the Board, or an average of 122.8 million bushels per crop year. During the same period exports of barley amounted to 636.6 million bushels, or an average of 79.3 million bushels per crop year.

During the crop year the Board joined with the Board of Grain Commissioners for Canada in sending a mission to Europe for the purpose of investigating the possibilities of increased markets for Canadian malting barley. During the course of their work the mission was able to explain the Canadian grading system as it applied to malting barleys and the characteristics and qualities of Canadian malting barleys.

10. Payment Division

The following table shows the major payments completed during the crop year 1958-59:

	Date First Cheques Mailed	Date Completed	Number of Cheques Issued	Total Value of Cheques Issued
1957-58 Pool Account—Wheat:				
Interim Payment	Mar. 9, 1959	Apr. 11, 1959	288,132	$38,783,856.67
Final Payment	June 9, 1959	June 30, 1959	288,229	33,874,398.61
1957-58 Pool Account—Oats:				
Final Payment	Apr. 20, 1959	Apr. 24, 1959	88,722	2,072,426.92
1957-58 Pool Account—Barley:				
Final Payment	Apr. 6, 1959	Apr. 17, 1959	147,488	6,120,929.76
			812,571	$80,851,611.96

The Payment Department also issued 46 cheques (value $1,036.33) applicable to the 1940, 1941, 1942, 1943 and 1944 Wheat Accounts; and 91 cheques (value $2,176.47) covering Adjustment Payments and Final Payment applicable to the 1945-49 Pool Account—Wheat.

In addition, the Payment Department distributed $40,626,755.00 (233,924 cheques) on behalf of the Department of Agriculture, Ottawa, pursuant to the Western Grain Producers' Acreage Payment.

11. Legal Department

The Legal Department dealt with all matters of a legal nature affecting the operations of the Board. The Department continued to assist the Payment Department in connection with payments to estates of deceased persons. During the crop year 93 individuals were prosecuted in connection with breaches of the Act and Regulations as compared to 194 individuals during the 1957-58 crop year.

Two test cases were heard by the Courts relating to the Board's jurisdiction over feed mills. The first case was in Alberta where the magistrate held that the feed mill concerned was an elevator within the terms of the Canadian Wheat Board Act and therefore subject to Section 16 of the Act. A similar case in Manitoba was heard by a magistrate and a similar judgment was rendered. Both of these cases were appealed. The Court of Appeal for Alberta held that the Board's control of elevators under the Act was valid. Similarly, the Court of Appeal for Manitoba held that the feed mill concerned was subject to Section 16 of the Act. In the Manitoba case a motion was made to the Supreme Court of Canada on November 30, 1959 for leave to appeal from the judgment of the Court of Appeal for Manitoba. The Supreme Court refused leave to appeal without written reasons.

The Legal Department assisted in the administration of regulations governing the Western Grain Producers' Acreage Payment insofar as these regulations applied to the Board.

12. Staff and Officers

The following table shows the number of employees of the Board as at July 31, 1959 and July 31, 1958:

	July 31 1959	July 31 1958
Winnipeg	681	679
Calgary	30	31
Vancouver	17	17
Montreal	4	4
London, England	3	3
Rotterdam, Netherlands	2	2
TOTAL	737	736

On July 31, 1959 the Board had 737 employees as compared with 736 on July 31, 1958.

In September, 1959 H. H. Smith, Manager, Vancouver Office was appointed Executive Assistant to the Board pending his retirement in January, 1960. W. J. Brooking, General Sales Manager, was appointed Manager, Vancouver Office. With the appointment of W. J. Brooking, the following members of the staff of the Sales Department were promoted to new positions as follows: S. W. Telfer, Sales Manager—Wheat; W. H. Cockburn, Sales Manager—Coarse Grains; A. W. Cordon, Executive Assistant to the Board; D. D. Yates, Assistant Sales Manager—Wheat, and C. A. Gusberti, Assistant Sales Manager—Coarse Grains. In July, 1959 R. L. Kristjanson was appointed Director, Statistics and Economics Division.

The Board would like to acknowledge the faithful service rendered by H. H. Smith in his capacity as Manager of the Vancouver Office and as Executive Assistant to the Board pending his retirement in January, 1960. In co-operation with the grain trade and transportation agencies, Mr. Smith played a major part in the development of the grain movement through Pacific Coast ports.

13. Advisory Committee

Two meetings of the Advisory Committee were held during 1958-59. In addition, the Advisory Committee acted as advisors to the Canadian delegation in the negotiation of the 1959 International Wheat Agreement. Negotiations took place in Geneva, Switzerland.

The members of the Advisory Committee are: Mr. J. H. Wesson, Regina, Saskatchewan; Mr. J. E. Brownlee, Q.C., Winnipeg, Manitoba; Dr. W. J. Parker, Winnipeg, Manitoba; Mr. A. P. Gleave, Biggar, Saskatchewan; Mr. G. L. Harrold, Lamont, Alberta, and Mr. A. W. Platt, Edmonton, Alberta.

PART II

FINANCIAL STATEMENTS

The financial statements of The Canadian Wheat Board for the crop year ended July 31, 1959 are presented in this section of the Report. They consist of a Consolidated Balance Sheet (Exhibit I) which sets forth the financial position of the Board as at the foregoing date, together with other statements showing the results of Board operations to the close of the crop year, all as tabulated in the index preceding the financial statements and as discussed in Part I of this Report.

Due to the large volume of grain remaining unsold in the 1958-59 Pool Accounts for wheat, oats and barley, it was decided that it would be advisable to defer the closing of these accounts and hence none of these accounts have been finalized as at the date of this Report.

CONSOLIDATED BALANCE SHEET

The consolidated financial position of The Canadian Wheat Board as at July 31, 1959 is set forth in Exhibit I. With respect to some of the items appearing in the Consolidated Balance Sheet the following comments are submitted.

Stocks of Grain—$656,559,283.34

WHEAT STOCKS—$582,785,283.75

As at July 31, 1959 the total stocks of wheat held by the Board amounted to 425,449,383.1 bushels. Of this amount 52,772,000.5 bushels had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The remaining inventory of wheat amounting to 372,677,382.6 bushels consists of the following:

Balance of stocks transferred from the 1957-58 Pool Account		38,714,278.1
Balance of purchases from producers on the 1958-59 Pool Account:		
Unsold stocks	332,442,015.8	
Stocks which have been sold, but on a deferred price basis	5,845.0	
	332,447,860.8	
Net bushels acquired from the adjustments of overages and shortages, etc., at country and terminal elevators on the 1958-59 Pool Account	1,522,548.8	
	333,970,409.6	
Less: Weight losses in transit and in drying	7,305.1	333,963,104.5
		372,677,382.6

These stocks were in store country elevators, in store terminal elevators and mills, in transit and in the custody of Agents. In accordance with accepted accounting practice and consistent with the procedure followed in previous crop years this portion of the inventory has been valued at cost. With respect to the balance of stocks of 38,714,278.1 bushels transferred from the 1957-58 Pool Account as at May 15, 1959 and which were still on hand as at July 31, 1959, cost is the price at which the transfer of unsold stocks from the 1957-58 Pool Account was made as at the close of business May 15, 1959. Relevant to the item in the inventory of 333,963,104.5 bushels which includes 5,845.0 bushels which had been sold, but on a deferred price basis, cost is the Board's initial price paid to producers for the 1958-59 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Stocks in the custody of Agents represent wheat provisionally invoiced to those Agents of the Board who are shippers and exporters, and for which the Board will receive a final accounting in respect to the ultimate disposition of these stocks. The Board receives an advance from these Agents for wheat invoiced on a provisional price basis and, as at July 31, 1959, this advance was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. With respect to stocks invoiced on a provisional price basis to mills this advance was $1.60 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver. As at July 31, 1959, advances received by the Board from those Agents of the Board who are shippers and exporters totalled $109,416,208.03 as shown in Exhibit I.

OATS AND BARLEY STOCKS—$73,773,999.59

Stocks of oats and barley held by the Board as at July 31, 1959 and which were in store country and terminal elevators and in transit amounted to 32,579,100.8 bushels and 60,415,160.1 bushels respectively. Of these amounts 2,739,209.4 bushels of oats and 14,543,077.5 bushels of barley had been sold at established prices, but were undelivered at the year-end date. These stocks have been valued at contract prices and provision has been made for carrying charges to date of delivery. The balance of the coarse grain inventories amounting to 29,839,891.4 bushels of oats and 45,872,082.6 bushels of barley was comprised of the following:

	Oats	Barley
Balance of purchases from producers on the 1958-59 Pool Account.	29,836,531.0	45,895,349.2
Stocks acquired from other than producers.....	3,360.4	2,172.8
	29,839,891.4	45,897,522.0
Less: Weight losses in drying.....	Nil	25,439.4
	29,839,891.4	45,872,082.6

In accordance with accepted accounting practice and consistent with the procedure followed in previous crop years these portions of the inventories of oats and barley have been valued at cost. Cost is the Board's initial price paid to producers for oats and barley in the 1958-59 Crop Year. For oats this price was 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and for barley 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

Accounts Receivable—$1,225,586.69

This item consists principally of amounts due from Agents of the Board in respect to sales which had been completed as at July 31, 1959, but for which final accountings were not received until subsequent to that date, and forwarding charges recoverable in respect to stocks of wheat held by the Board in store Atlantic Seaboard Ports. The balance of this amount comprises sundry accounts payable to the Board which were not collected until subsequent to the year-end date.

Grain Trade Memberships—$20,271.15

The Canadian Wheat Board owns ten memberships in the Winnipeg Grain Exchange, one in the Vancouver Grain Exchange, one in the Winnipeg Grain and Produce Exchange Clearing Association Limited and one in the Lake Shippers' Clearance Association. These memberships are stated at cost less recorded dividends to July 31, 1959.

The Canadian Wheat Board Building, at cost less depreciation—$348,600.00

Under the authority of Order in Council P.C. 146/2800 the Board purchased The Canadian Wheat Board Building on August 31, 1946 at a cost of $450,000.00 for the land and buildings.

In accordance with instructions received from the Government of Canada the Board paid to the City of Winnipeg and the City of Calgary grants of $34,693.78 and $834.57 respectively, in lieu of realty and business taxes on The Canadian Wheat Board Building and on premises rented by the Board in the City of Winnipeg and in lieu of business taxes on premises rented by the Board in the City of Calgary, but without admitting any liability for such taxes. These grants totalled $35,528.35 and of this amount $20,722.78 has been applied to Board operations for the period from January 1, 1959 to July 31, 1959. The balance of $14,805.57 has been deferred and will be charged to the operations of the Board for the 1959-60 Crop Year. This latter figure is included in the item of $16,597.78 as shown in the Consolidated Balance Sheet. Depreciation has been provided on The Canadian Wheat Board Building for the year ended July 31, 1959 at the rate of 2 per cent per annum amounting to $7,800.00. The amounts for depreciation and taxes $7,800.00 and $20,722.78 are included in the item of $233,365.83 as shown in Exhibit VII.

Bank Loans—$110,984,281.02

During the crop year under review payments were made to producers involving a cash distribution of $80,851,611.96 consisting of the following:

INTERIM PAYMENT		
1957-58 Pool Account—Wheat.....		$38,783,856.67
FINAL PAYMENTS		
1957-58 Pool Account—Wheat.....	$33,874,398.61	
1957-58 Pool Account—Oats.....	2,072,426.92	
1957-58 Pool Account—Barley.....	6,120,929.76	42,067,755.29
		$80,851,611.96

At the commencement of the crop year Board borrowings from the Chartered Banks amounted to $104,875,335.72 and during the 1958-59 Crop Year the Board's cash requirements remained at a high level in order to carry abnormally large stocks of wheat, oats and barley, to distribute payments to producers and to meet current operating expenses. Consequently, the Board remained in a borrowing position with the Chartered Banks throughout the whole of the 1958-59 Crop Year. Board borrowings from the Chartered Banks reached a maximum of $121,182,527.48 on July 14, 1959, but had declined to $110,984,281.02 as at July 31, 1959. At the commencement of the crop year the interest rate in effect on these borrowings was 4% per annum.

On March 6, 1959 the representatives of the Chartered Banks approached the Board to open negotiations for an increase in the interest rate paid by the Board on its direct borrowings from the Chartered Banks and in the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board. These negotiations continued until June 12, 1959 on which date the Board, with the approval of the Government of Canada, accepted an increase in interest rates of ½ of 1% per annum. The interest rate to be paid by the Board on its direct borrowings from the Chartered Banks was increased from 4% to 4½% per annum, effective from June 1, 1959 and the interest rate paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased from 4¾% to 5¼% per annum, effective from May 25, 1959.

Subsequently on August 19, 1959, the representatives of the Chartered Banks again approached the Board to open negotiations for a further increase in interest rates. After negotiations with the Banks' representatives, and consultation with the Government of Canada, interest rates were again increased. The rate of interest on direct borrowings by the Board from the Chartered Banks was increased by ¾ of 1% per annum from 4½% to 5¼% per annum, effective from August 21, 1959. The rate of interest paid by Grain Companies on bank loans secured by grain held by them for the account of the Board was increased by ¼ of 1% per annum from 5¼% to 5½% per annum, effective from August 25, 1959. The revised interest rates of 5¼% and 5½% per annum are the rates in effect at the date of this Report.

Liability to Agents—$429,822,605.96

Grain Companies acting in the capacity of Agents of the Board accept deliveries from producers at country elevators and on behalf of the Board pay the producers basis the Board's initial price in effect. Settlement is not made by the Board for these purchases until delivery to the Board is completed by its Agents at terminal or mill positions. Liability to Agents amounting to $429,822,605.96 represents the amount payable by the Board to its Agents for purchases of wheat, oats and barley from producers at country elevator points to July 31, 1959 for which delivery to and settlement by the Board will be completed subsequent to the year-end date.

Amounts Due to Producers

Adjustment Payments

There were no adjustment payments authorized on the 1958-59 Pool Accounts for wheat, oats and barley, but in respect to adjustment payments which had been authorized on previous pool accounts there was still outstanding as at July 31, 1959 the sum of $600,903.23 consisting of the following:

	Outstanding Certificates	Outstanding Cheques	Total
Wheat			
1952-53 Pool Account		$ 2,234.14	$ 2,234.14
1945-49 to 1951-52 Pool Accounts	$548,902.30	43,845.08	592,747.38
	548,902.30	46,079.22	594,981.52
Coarse Grains			
1954-55 Pool Account—Oats		1,334.53	1,334.53
1954-55 Pool Account—Barley		1,480.78	1,480.78
1952-53 Pool Account—Barley		968.80	968.80
1950-51 Pool Account—Oats		737.68	737.68
1950-51 and 1951-52 Pool Accounts—Barley		1,399.92	1,399.92
		5,921.71	5,921.71
Total amount payable on adjustment payments—wheat and coarse grains	$548,902.30	$52,000.93	$600,903.23

During the period from August 1, 1959 to December 31, 1959, the Board paid $4,022.99 in respect to the above liability of $600,903.23.

INTERIM PAYMENTS

In the crop year under review an interim payment was authorized on the 1957-58 Pool Account for wheat in accordance with the provisions of Section 26(3) of the Canadian Wheat Board Act and Order in Council P.C. 1959-215, February 24, 1959. The payment applied to deliveries of wheat by producers on the 1957-58 Pool Account in the period from August 1, 1957 to July 31, 1958 and amounted to $38,783,856.67. As at July 31, 1959 there was still outstanding the sum of $442,571.83 in respect to this and other interim payments and this amount consisted entirely of cheques in the hands of producers which had not been presented to the Board for payment. The detail of the amount outstanding is as follows:

	Outstanding Cheques
1957-58 Pool Account	$378,959.47
1956-57 Pool Account	37,451.89
1955-56 Pool Account	8,786.23
1954-55 Pool Account	4,924.48
1953-54 Pool Account	6,532.44
1952-53 Pool Account	5,917.32
	$442,571.83

During the period from August 1, 1959 to December 31, 1959 the Board paid $298,599.44 in respect to the above liability of $442,571.83.

FINAL PAYMENTS

Amounts due to producers on outstanding participation certificates and cheques with respect to final payments on the undernoted accounts are as follows:

	Outstanding Certificates	Outstanding Cheques	Total
WHEAT			
1957-58 Pool Account		$2,581,136.57	$2,581,136.57
1956-57 Pool Account		48,379.89	48,379.89
1955-56 Pool Account		13,633.08	13,633.08
1954-55 Pool Account		12,523.54	12,523.54
1953-54 Pool Account		7,858.82	7,858.82
1952-53 Pool Account		6,205.45	6,205.45
1945-49 to 1951-52 Pool Accounts	$327,880.03	57,033.06	384,913.09
	327,880.03	2,726,770.41	3,054,650.44
COARSE GRAINS			
1957-58 Pool Account—Oats		37,794.76	37,794.76
1957-58 Pool Account—Barley		80,917.99	80,917.99
1956-57 Pool Account—Barley		11,482.43	11,482.43
1955-56 Pool Account—Oats		1,928.59	1,928.59
1955-56 Pool Account—Barley		3,046.35	3,046.35
1954-55 Pool Account—Oats		1,366.69	1,366.69
1954-55 Pool Account—Barley		2,025.88	2,025.88
1953-54 Pool Account—Oats		2,505.83	2,505.83
1953-54 Pool Account—Barley		2,026.62	2,026.62
1952-53 Pool Account—Oats		1,691.96	1,691.96
1952-53 Pool Account—Barley		4,659.93	4,659.93
1949-50 to 1951-52 Pool Accounts—Oats		10,534.02	10,534.02
1949-50 to 1951-52 Pool Accounts—Barley		6,984.91	6,984.91
		166,965.96	166,965.96
Total amount payable on final payments—wheat and coarse grains	$327,880.03	$2,893,736.37	$3,221,616.40

During the period from August 1, 1959 to December 31, 1959 the Board paid $2,515,712.81 in respect to the above liability of $3,221,616.40.

Accrued Expenses and Accounts Payable—$11,172,372.15

This item comprises in the main accrued carrying charges, storage and interest charges to July 31, 1959 together with sundry accounts which were unpaid as at the year-end date.

Special Account—Net Balance of Undistributed Payment Accounts—$524,088.22

In accordance with the provisions of Section 29A of the Canadian Wheat Board Act the Board was authorized with the approval of the Governor

in Council to transfer to a Special Account the balance remaining in specific payment accounts and to use these funds for such purposes as the Governor in Council upon the recommendation of the Board considers to be for the benefit of producers. The following summary sets forth the details of transactions affecting the Special Account for the crop year under review:

Balance of the Special Account as at July 31, 1958..... (During the crop year under review there were no transfers to the Special Account under the authority of Section 29A of the Canadian Wheat Board Act)			$609,327.67
Less: Expenditures authorized under the provisions of Section 29A(2) of the Canadian Wheat Board Act and the following Orders in Council:			
Order in Council P.C. 1956-1156, July 26, 1956 Total authorization—$15,000.00			
Unexpended July 31, 1958.....	$ 2,388.57		
Less: Unexpended July 31, 1959.....	Nil	$ 2,388.57	
Order in Council P.C. 1958-137, January 25, 1958 Total authorization $50,000.00			
Unexpended July 31, 1958.....	13,032.05		
Less: Unexpended July 31, 1959.....	Nil	13,032.05	
Order in Council P.C. 1958-1697, December 17, 1958			
Total authorization.....	50,000.00		
Less: Unexpended July 31, 1959.....	41,485.99	8,514.01	
Order in Council P.C. 1958-1697, December 17, 1958			
Total authorization.....	25,000.00		
Less: Unexpended July 31, 1959.....	23,695.18	1,304.82	
Order in Council P.C. 1959-112, January 29, 1959			
Total authorization.....	60,000.00		
Less: Unexpended July 31, 1959.....	Nil	60,000.00	
Order in Council P.C. 1959-413, April 3, 1959			
Total authorization.....	35,000.00		
Less: Unexpended July 31,1959.....	35,000.00	—	85,239.45
Balance of the Special Account as at July 31, 1959.....			$524,088.22

Advance Payments to Producers

During the preceding crop year the Government of Canada passed the Prairie Grain Advance Payments Act which came into force on November 25, 1957. Under the terms of the legislation the Board was authorized to make Advance Payments to producers on farm stored wheat, oats and barley at the rates of 50 cents per bushel for wheat, 20 cents per bushel for oats and 35 cents per bushel for barley subject to a limitation of the deliverable quantity of grain and to a maximum amount of $3,000.00 for each applicant and to recover Advance Payments so made by deduction from the value of wheat, oats or barley delivered by producers subsequent to the date of receiving an Advance Payment.

For the purpose of making Advance Payments to producers the Board was authorized to borrow money from the Chartered Banks, such borrowings and the interest thereon to be guaranteed by the Government of Canada. The result of transactions in respect to Advance Payments to producers for the period from November 25, 1957 to July 31, 1959 is set forth in Part IV of this Report. As at the year-end date there was an amount of $1,922,431.32 still to be refunded by producers in respect to Advance Payments, but during the period from August 1, 1959 to December 31, 1959 refunds totalling $1,579,574.32 were received by the Board, leaving a balance still to be refunded in the amount of $342,857.00. Interest charges on bank borrowings under the Prairie Grain Advance Payments Act to July 31, 1959 amounted to $996,409.38. Of this amount the Government of Canada had remitted to the Board as at the year-end date $985,035.10 in accordance with the provisions of Section 15A of the Prairie Grain Advance Payments Act. The balance of $11,374.28 together with any bank interest charges incurred subsequent to July 31, 1959 will also be paid to the Board by the Government of Canada in accordance with the legislation.

Wheat Division—1958-59 Pool Account—Exhibit II

As at July 31, 1959 stocks of wheat remaining unsold in the 1958-59 Pool Account and stocks of wheat which had been sold, but on a deferred price basis, amounted to 372,677,382.6 bushels.

In accordance with accepted accounting practice and consistent with the basis of valuation adopted for previous fiscal years this inventory for purposes of the Board's accounts as at July 31, 1959 has been valued at cost. Included in the inventory figure of 372,677,382.6 bushels is an amount of 38,714,278.1 bushels which was the balance of the stocks transferred from the 1957-58 Pool Account as at May 15, 1959 and which were still on hand as at July 31, 1959. In respect to this item in the inventory cost is the price at which the transfer from the 1957-58 Pool Account was made as at the close of business May 15, 1959. Relevant to the balance of the inventory amounting to 333,963,104.5 bushels cost is the initial price paid to producers in the 1958-59 Crop Year which was $1.40 per bushel basis No. 1 Manitoba Northern Wheat in store Fort William/Port Arthur or Vancouver.

Included in the operating results on the 1958-59 Pool Account to July 31, 1959 is an amount of $10,548,671.55 representing a portion of the carrying charges received from the Government of Canada during the 1958-59 Crop Year under the provisions of the Temporary Wheat Reserves Act. The total carrying charges received under this legislation for the 1958-59 Crop Year amounted to $39,825,303.51. The Board recommended and the Governor in Council approved by Order in Council P.C. 1959-710, June 4, 1959 that these carrying charges be allocated as follows:

1957-58 Pool Account—Wheat....	$29,276,631.96
1958-59 Pool Account—Wheat....	10,548,671.55
	$39,825,303.51

During the 1959-60 Crop Year the Board will receive from the Government of Canada $43,604,072.28 for carrying charges under the provisions of the Temporary Wheat Reserves Act and this amount will be allocated between the 1958-59 Pool Account for Wheat and the 1959-60 Pool Account for Wheat. At the date of this Report this allocation had not been determined.

In terms of the foregoing and on the basis of the valuation of the inventory, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1958-59 Pool Account—Wheat to July 31, 1959 showed a debit balance of $12,238,237.75. This debit balance should not be viewed as the final result of marketing operations on the 1958-59 Pool Account—Wheat.

Oats and Barley Division—Exhibits III and IV

Under the authority of the Canadian Wheat Board Act and Order in Council P.C. 1958-725, May 22, 1958 the Board was authorized to purchase from producers during the 1958-59 Crop Year oats and barley produced in the designated area and to pay to producers a fixed initial price of 60 cents per bushel for No. 2 Canada Western Oats and a fixed initial price of 96 cents per bushel for No. 3 Canada Western Six-Row Barley, both prices basis in store Fort William/Port Arthur. As at July 31, 1959 stocks of oats and barley remaining unsold in the 1958-59 Pool Accounts amounted to 29,839,891.4 bushels and 45,872,082.6 bushels respectively.

In accordance with accepted accounting practice and consistent with the bases of valuation adopted for previous fiscal years these inventories for purposes of the Board's accounts at July 31, 1959 have been valued at cost. Cost is the Board's initial price paid to producers for oats and barley in the 1958-59 Crop Year. With respect to oats this price was 60 cents per bushel basis No. 2 Canada Western Oats in store Fort William/Port Arthur and with respect to barley this price was 96 cents per bushel basis No. 3 Canada Western Six-Row Barley in store Fort William/Port Arthur.

On the basis of the valuation of the inventories, but without provisions for carrying costs, interest, administrative expenses, etc., beyond the close of the fiscal year the operations of the Board on the 1958-59 Pool Accounts for oats and barley to July 31, 1959 showed a debit balance on oats of $1,379,142.31 and a credit balance on barley of $4,579,710.92. These results should not be viewed as the final results of marketing operations on the 1958-59 Pool Accounts for oats and barley.

Schedule of Administrative and General Expenses—Exhibit VII

The total expenditures under this heading for the crop year under review amounted to $3,308,956.25 comprising expenses applicable to the Board's offices at Winnipeg, Calgary, Vancouver, Montreal, London (England) and Rotterdam (Netherlands). Details of these expenditures and the allocations to Board operations are set forth in Exhibit VII.

The Report of the Board's Auditors for the year ended July 31, 1959 is contained in Part III of this Report. Part IV includes the Auditors' Report and Financial Statement in respect to the administration of the Prairie Grain Advance Payments Act.

In this Report and in the Financial Statements we have endeavoured to describe the administration of policy with respect to wheat, oats and barley for the year ended July 31, 1959.

In conclusion we would like to record our appreciation for the loyal and conscientious service rendered by the officers and staff of the Board.

All of which is respectfully submitted,

W. C. McNAMARA
Chief Commissioner

W. RIDDEL
Assistant Chief Commissioner

W. E. ROBERTSON
Commissioner

J. T. DALLAS
Commissioner

THE CANADIAN WHEAT BOARD
INDEX TO FINANCIAL STATEMENTS
31st JULY 1959

Exhibit I. *Consolidated Balance Sheet.*

Exhibit II. *Statement of Operations, 1958-59 Pool Account—Wheat.*

Exhibit III. *Statement of Operations, 1958-59 Pool Account—Oats.*

Exhibit IV. *Statement of Operations, 1958-59 Pool Account—Barley.*

Exhibit V. *Statement of Payments to Producers.*

Exhibit VI. *Statement of Provisions for Final Payment Expenses.*

Exhibit VII. *Schedule of Administrative and General Expenses and Allocations to Operations for the year ended 31st July 1959.*

THE CANADI
CONSOLIDAT
As at

ASSETS

Stocks of grain:		
Wheat stocks — stated at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill	$ 83,439,925.94	
Wheat stocks — stated at cost prices basis in store Fort William/Port Arthur or Vancouver	499,345,357.81	$582,785,283.75
Oats stocks — stated at contract prices basis in store Fort William/Port Arthur	1,936,566.28	
Oats stocks — stated at cost prices basis in store Fort William/Port Arthur	16,517,033.59	18,453,599.87
Barley stocks — stated at contract prices basis in store Fort William/Port Arthur	14,135,774.59	
Barley stocks — stated at cost prices basis in store Fort William/Port Arthur	41,184,625.13	55,320,399.72
Accounts receivable		1,225,586.69
Memberships — In the Winnipeg and Vancouver Grain Exchanges, the Winnipeg Grain and Produce Exchange Clearing Association Limited and the Lake Shippers' Clearance Association		20,271.15
The Canadian Wheat Board Building, Winnipeg, at cost less depreciation		348,600.00
Deferred and prepaid expenses		16,597.78
Office furniture, equipment and automobiles, at cost less depreciation		116,745.37
Debit balance — 1958-59 Pool Account — Wheat		12,238,237.75
Debit balance — 1958-59 Pool Account — Oats		1,379,142.31
		$671,904,464.39

Approved:

W. C. McNAMARA,	W. RIDDEL,	W. E. ROBERTSON,	J. T. DALLAS,
Chief Commissioner	*Assistant Chief Commissioner*	*Commissioner*	*Commissioner*

Exhibit I

EAT BOARD
LANCE SHEET
1959

LIABILITIES

Bank Loans			$110,984,281.02
Liability to Agents for grain purchased from Producers but not yet delivered to the Board			429,822,605.96
Advances received on Agency wheat stocks			109,416,208.03
Amounts due to Producers:			
Outstanding certificates and cheques:			
Balance of adjustment payments	— Wheat	$ 594,981.52	
	— Coarse Grains	5,921.71	
Balance of interim payments	— Wheat	442,571.83	
Balance of final payments	— Wheat	3,054,650.44	
	— Coarse Grains	166,965.96	4,265,091.46
Accrued expenses and accounts payable			11,172,372.15
Provisions for final payment expenses			1,140,106.63
Special Account — net balance of undistributed payment accounts			524,088.22
Credit balance — 1958-59 Pool Account — Barley			4,579,710.92
			$671,904,464.39

This is the Consolidated Balance Sheet which is referred to in our report of this date.

Winnipeg, Manitoba,
1st December 1959.

MILLAR, MACDONALD & CO.,
Chartered Accountants,
Auditors.

THE CANADI
1958-59 P
STATEMENT
For the crop y

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Purchased from 1957-58 Pool Account—Wheat

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Weight losses in transit and in drying

Uncompleted sales at contract prices basis in store Fort William/Port Arthur, Vancouver or Churchill:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Stocks of wheat—stated at cost prices basis in store Fort William/Port Arthur or Vancouver

Surplus on wheat transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators

Storage on wheat stored in terminal elevators

Net interest paid to agents on agency wheat stocks

Less: Carrying charges received under the Temporary Wheat Reserves Act

Bank interest, exchange and bank charges less net interest recovered from other Board accounts

Net additional freight on wheat shipped from country stations to terminal positions

Handling, stop-off and diversion charges on wheat warehoused at interior terminals

Drying charges

Administrative and general expenses to 31st July 1959

Debit balance in the 1958-59 Pool Account — Wheat, as at 31st July 1959, after valuing stocks of wheat on hand at cost prices basis in store Fort William/Port Arthur or Vancouver

Exhibit II

EAT BOARD
unt - Wheat
ERATIONS
d 31st July 1959

	Bushels		Amount	
66,989,894.8			$485,072,083.84	
1,522,548.8			2,116,412.89	
39,764,777.4	508,277,221.0		216,635,146.51	$703,823,643.24
11,737,986.0				
64,334,520.8				
6,748,026.0				
7,305.1	82,827,837.9	$128,563,817.37		
7,647,621.9				
38,386,027.6				
6,738,351.0	52,772,000.5	83,439,925.94	212,003,743.31	
	372,677,382.6		499,345,357.81	711,349,101.12
	508,277,221.0			
				7,525,457.88
		23,571,137.17		
		3,160,377.45		
		1,168,559.80		
		27,900,074.42		
		10,548,671.55	17,351,402.87	
			1,353,142.62	
			(304,470.63)	
			123,488.34	
			11,934.72	
			1,228,197.71	19,763,695.63
				$ 12,238,237.75

THE CANADI
1958-59 P
STATEMENT
For the crop y

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur

Purchased from 1957-58 Pool Account — Oats

Oats sold: ①

Completed sales at realized prices basis in store Fort William/Port Arthur

Uncompleted sales at contract prices basis in store Fort William/Port Arthur

Stocks of oats — stated at cost prices basis in store Fort William/Port Arthur

Surplus on oats transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators

Storage on oats stored in terminal elevators

Interest and bank charges

Freight recovered on shipments of oats to Vancouver for export

Brokerage and Clearing Association charges

Administrative and general expenses to 31st July 1959

Debit balance in the 1958-59 Pool Account — Oats, as at 31st July 1959, after valuing stocks of oats on hand at cost prices basis in store Fort William/Port Arthur

① Excluding open future sales contracts of 568,000 bushels of October oats adjusted to the market close as at 31st July 1959.

Exhibit III

:AT BOARD
ount - Oats
:RATIONS
d 31st July 1959

	Bushels		Amount	
8,748,591.9		$21,574,014.94		
3,360.4		1,889.74		
4,075,169.8	52,827,122.1	9,967,418.82	$31,543,323.50	
0,248,021.3		14,564,217.25		
2,739,209.4		1,936,566.28		
9,839,891.4	52,827,122.1	16,517,033.59	33,017,817.12	
			1,474,493.62	
	$2,267,513.83			
	376,536.61	2,644,050.44		
		108,191.75		
		(25,431.65)		
		2,413.88		
		124,411.51	2,853,635.93	
			$ 1,379,142.31	

THE CANAD
1958-59 P
STATEMENT
For the crop y

Barley acquired:

- Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur
- Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur
- Purchased from 1957-58 Pool Account — Barley

Barley sold: ①

- Completed sales at realized prices basis in store Fort William/Port Arthur
- Weight losses in drying
- Uncompleted sales at contract prices basis in store Fort William/Port Arthur

Stocks of barley — stated at cost prices basis in store Fort William/Port Arthur

Surplus on barley transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

- Carrying charges:
  - Carrying charges on barley stored in country elevators
  - Storage on barley stored in terminal elevators
- Interest and bank charges
- Freight recovered on shipments of barley to Pacific Coast ports for export
- Diversion charges on shipments of barley to Pacific Coast ports for export
- Drying charges
- Brokerage and Clearing Association charges
- Administrative and general expenses to 31st July 1959

Credit balance in the 1958-59 Pool Account — Barley, as at 31st July 1959, after valuing stocks of barley on hand at cost prices basis in store Fort William/Port Arthur

① Excluding open futures sales contracts of 5,327,000 bushels of October barley and open futures purchase contracts of 1,663,000 bushels of December barley and 2,333,000 bushels of May barley adjusted to the market close as at 31st July 1959.

Exhibit IV

EAT BOARD
ount - Barley
ERATIONS
d 31st July 1959

Bushels			Amount	
22,389,626.3			$109,612,083.79	
2,172.8			1,773.46	
6,660,832.3	129,052,631.4		6,470,716.43	$116,084,573.68
68,612,031.9			69,789,223.47	
25,439.4			—	
14,543,077.5			14,135,774.59	
45,872,082.6	129,052,631.4		41,184,625.13	125,109,623.19
				9,025,049.51
		$3,067,892.19		
		1,012,736.16	4,080,628.35	
			218,461.98	
			(358,640.79)	
			43,355.89	
			37,816.71	
			7,135.43	
			416,581.02	4,445,338.59
				$ 4,579,710.92

THE CANAD
STATEMENT
As at

Adjustment Payments:

Wheat:
- 1952-53 Pool Account
- 1945-49 to 1951-52 Pool Accounts

Coarse Grains:
- 1954-55 Pool Account — Oats
- 1954-55 Pool Account — Barley
- 1952-53 Pool Account — Barley
- 1950-51 Pool Account — Oats
- 1950-51 and 1951-52 Pool Accounts — Barley

Interim Payments:

Wheat:
- 1957-58 Pool Account
- 1956-57 Pool Account
- 1955-56 Pool Account
- 1954-55 Pool Account
- 1953-54 Pool Account
- 1952-53 Pool Account

Final Payments:

Wheat:
- 1957-58 Pool Account
- 1956-57 Pool Account
- 1955-56 Pool Account
- 1954-55 Pool Account
- 1953-54 Pool Account
- 1952-53 Pool Account
- 1945-49 to 1951-52 Pool Accounts

Coarse Grains:
- 1957-58 Pool Account — Oats
- 1957-58 Pool Account — Barley
- 1956-57 Pool Account — Barley
- 1955-56 Pool Account — Oats
- 1955-56 Pool Account — Barley
- 1954-55 Pool Account — Oats
- 1954-55 Pool Account — Barley
- 1953-54 Pool Account — Oats
- 1953-54 Pool Account — Barley
- 1952-53 Pool Account — Oats
- 1952-53 Pool Account — Barley
- 1949-50 to 1951-52 Pool Accounts — Oats
- 1949-50 to 1951-52 Pool Accounts — Barley

Total — all Accounts

AT BOARD
MENTS TO PRODUCERS
1959

Total Amounts Payable to Producers	Cheques Cashed by Producers to 31st July 1959	Balances Payable to Producers as at 31st July 1959
$ 61,124,386.63	$ 61,122,152.49	$ 2,234.14
485,874,651.22	485,281,903.84	592,747.38
546,999,037.85	546,404,056.33	594,981.52
3,241,697.20	3,240,362.67	1,334.53
7,900,535.63	7,899,054.85	1,480.78
14,467,203.86	14,466,235.06	968.80
5,707,963.15	5,707,225.47	737.68
24,774,248.33	24,772,848.41	1,399.92
56,091,648.17	56,085,726.46	5,921.71
38,783,856.67	38,404,897.20	378,959.47
39,160,395.34	39,122,943.45	37,451.89
37,339,123.87	37,330,337.64	8,786.23
22,261,003.14	22,256,078.66	4,924.48
38,638,704.15	38,632,171.71	6,532.44
63,962,036.83	63,956,119.51	5,917.32
240,145,120.00	239,702,548.17	442,571.83
33,874,398.61	31,293,262.04	2,581,136.57
25,083,690.12	25,035,310.23	48,379.89
41,953,923.81	41,940,290.73	13,633.08
39,679,620.35	39,667,096.81	12,523.54
25,411,407.89	25,403,549.07	7,858.82
58,282,438.38	58,276,232.93	6,205.45
338,593,419.92	338,208,506.83	384,913.09
562,878,899.08	559,824,248.64	3,054,650.44
2,072,426.92	2,034,632.16	37,794.76
6,120,929.76	6,040,011.77	80,917.99
7,570,416.35	7,558,933.92	11,482.43
8,169,672.90	8,167,744.31	1,928.59
15,217,219.17	15,214,172.82	3,046.35
3,779,605.60	3,778,238.91	1,366.69
6,536,611.93	6,534,586.05	2,025.88
5,631,130.40	5,628,624.57	2,505.83
9,833,495.41	9,831,468.79	2,026.62
10,949,996.58	10,948,304.62	1,691.96
21,408,203.67	21,403,543.74	4,659.93
49,932,002.61	49,921,468.59	10,534.02
60,997,201.72	60,990,216.81	6,984.91
208,218,913.02	208,051,947.06	166,965.96
$1,614,333,618.12	$1,610,068,526.66	$4,265,091.46

THE CANA
STATEMENT OF PROVIS
T

	Original Provisions	Payment Costs and Other Adjustments t 31st July 1958
Wheat:		
1957-58 Pool Account	$ 158,163.71	$ —
1956-57 Pool Account	141,738.03	102,127.6
1955-56 Pool Account	159,644.57	144,429.1
1954-55 Pool Account	161,410.82	165,192.7
1953-54 Pool Account	139,557.42	114,005.3
1952-53 Pool Account	168,509.10	189,881.7
1951-52 Pool Account	262,601.16	274,496.5
1950-51 Pool Account	225,907.74	284,511.4
1945-49 Pool Account	450,052.01	585,265.5
	1,867,584.56	1,859,910.1
Coarse Grains:		
1957-58 Pool Account — Oats	47,440.68	—
1957-58 Pool Account — Barley	79,554.74	—
1956-57 Pool Account — Barley	80,152.07	47,260.7
1955-56 Pool Account — Oats	58,293.43	51,973.7
1955-56 Pool Account — Barley	81,599.80	71,156.3
1954-55 Pool Account — Oats	60,307.99	43,547.5
1954-55 Pool Account — Barley	79,903.89	59,131.9
1953-54 Pool Account — Oats	69,995.33	59,641.4
1953-54 Pool Account — Barley	80,287,94	68,948.7
1952-53 Pool Account — Oats	74,171.79	69,322.0
1952-53 Pool Account — Barley	94,111.14	91,897.9
1951-52 Pool Account — Oats	86,315.60	93,152.9
1951-52 Pool Account — Barley	78,000.10	87,302.5
1950-51 Pool Account — Oats	59,846.99	68,336.8
1950-51 Pool Account — Barley	63,076.03	68,237.1
1949-50 Pool Account — Oats	81,867.67	61,424.4
1949-50 Pool Account — Barley	88,713.98	66,742.2
	1,263,639.17	1,008,076.9
Total — all Accounts	$3,131,223.73	$2,867,987.0

Exhibit VI

EAT BOARD
FINAL PAYMENT EXPENSES
1959

Payment Costs Year Ended 31st July 1959	Exchange, Commissions and Other Adjustments 1958-59 Year	Balance of Original Provisions	Net Interest Credits on Surplus Funds to 31st July 1959	Balance as at 31st July 1959
$ 80,276.17	$43,045.89	$ 34,841.65	$ 81,518.37	$ 116,360.02
30,240.04	3,779.41	5,590.95	103,973.04	109,563.99
3,144.84	27.07	12,043.55	36,384.37	48,427.92
1,801.70	43.49	(5,627.14)	21,087.19	15,460.05
1,050.36	1.51	24,500.24	11,803.34	36,303.58
973.69	2.65	(22,348.99)	185,190.90	162,841.91
465.68	.66	(12,361.76)	72,223.44	59,861.68
467.32	.32	(59,071.35)	50,645.46	(8,425.89)
10,868.23	1,286.91	(147,368.66)	351,115.72	203,747.06
129,288.03	48,187.91	(169,801.51)	913,941.83	744,140.32
29,972.63	3,059.60	14,408.45	5,801.95	20,210.40
46,401.31	8,394.75	24,758.68	18,235.64	42,994.32
9,224.58	410.19	23,256.53	20,773.25	44,029.78
995.00	.72	5,323.98	6,116.49	11,440.47
1,215.38	1.09	9,226.95	18,045.07	27,272.02
799.31	.27	15,960.89	12,674.05	28,634.94
869.60	.24	19,902.07	19,097.89	38,999.96
487.27	.09	9,866.48	14,498.41	24,364.89
457.30	.38	10,881.50	21,974.57	32,856.07
527.74	—	4,321.97	15,513.85	19,835.82
559.26	.06	1,653.86	41,486.63	43,140.49
116.01	.39	(6,953.72)	10,788.26	3,834.54
127.76	.25	(9,430.48)	8,348.18	(1,082.30)
118.31	.10	(8,608.31)	5,013.59	(3,594.72)
127.45	.17	(5,288.74)	7,023.20	1,734.46
100.99	66.01	20,276.20	9,061.85	29,338.05
100.99	30.28	21,840.47	10,116.65	31,957.12
92,200.89	11,964.59	151,396.78	244,569.53	395,966.31
$221,488.92	$60,152.50	($18,404.73)	$1,158,511.36	$1,140,106.63

THE CANAD
SCHEDULE OF ADMINISTRA
AND ALLOCATI
For the year en

Administrative and general expenses:	
Salaries — Board members, officers and staff	$2,211,190.27
Unemployment insurance	16,499.60
Advisory Committee — travelling expenses and per diem allowance	835.65
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building, Winnipeg	233,365.83
Telephone — exchange service and long distance calls	38,485.01
Telegrams, cables and telex expense	22,291.52
Postage	76,206.19
Printing, stationery and supplies	187,500.72
Office expenses	20,328.11
Advertising	278.03
Travelling expenses	49,713.18
Travelling expenses — Inspectors	36,810.10
Legal fees and court costs	3,043.06
Audit fees	48,900.00
Tabulating equipment — rental and sundries	174,140.41
Repairs and upkeep of office machinery and equipment	6,507.87
Grain market publications and services	5,816.37
Bonds and insurance	4,871.73
Grain Exchange dues	3,130.00
Express, freight and cartage on stationery, etc.	14,864.55
Depreciation on furniture, equipment and automobiles	27,621.03
Contributions to Pension Fund, actuarial and other expenses	126,557.02
	$3,308,956.25

Exhibit VII

AT BOARD
GENERAL EXPENSES
OPERATIONS
July 1959

Allocations to operations:

1. Marketing of Producers' grain (including cost of distributing interim payments, if any):		
1958-59 Pool Account — Wheat	$1,228,197.71	
1958-59 Pool Account — Oats	124,411.51	
1958-59 Pool Account — Barley	416,581.02	
1957-58 Pool Account — Wheat	976,481.20	
1957-58 Pool Account — Oats	60,113.20	
1957-58 Pool Account — Barley	120,593.04	$2,926,377.68
2. Distributing final payments to Producers:		
(a) Wheat:		
1957-58 Pool Account	80,276.17	
1956-57 Pool Account	30,240.04	
1955-56 Pool Account	3,144.84	
1954-55 Pool Account	1,801.70	
1953-54 Pool Account	1,050.36	
1952-53 Pool Account	973.69	
1951-52 and prior Pool Accounts	11,801.23	129,288.03
(b) Coarse Grains:		
1957-58 Pool Account — Oats	29,972.63	
1957-58 Pool Account — Barley	46,401.31	
1956-57 Pool Account — Barley	9,224.58	
1955-56 Pool Account — Oats	995.00	
1955-56 Pool Account — Barley	1,215.38	
1954-55 Pool Account — Oats	799.31	
1954-55 Pool Account — Barley	869.60	
1953-54 Pool Account — Oats	487.27	
1953-54 Pool Account — Barley	457.30	
1952-53 Pool Account — Oats	527.74	
1952-53 Pool Account — Barley	559.26	
1951-52 and prior Oats and Barley Pool Accounts	691.51	92,200.89
3. Western Grain Producers Acreage Payment		101,089.65
4. Allocation authorized by Order-in-Council P.C. 1959-112 from Special Account — Undistributed Payment Accounts in partial payment of administrative and general expenses incurred in connection with the Prairie Grain Advance Payments Act		60,000.00
		$3,308,956.25

PART III

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Consolidated Balance Sheet of The Canadian Wheat Board as at 31st July 1959 and the statements of operations and supporting schedules for the crop year ended on that date and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Consolidated Balance Sheet and statements of operations and supporting schedules are properly drawn up so as to exhibit a true and correct view of the financial position of The Canadian Wheat Board as at 31st July 1959, and the results of its operations for the crop year ended on that date, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.,
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1959.

PART IV

THE CANADIAN WHEAT BOARD
STATEMENT OF ADVANCE PAYMENTS TO PRODUCERS
UNDER THE PRAIRIE GRAIN ADVANCE PAYMENTS ACT

As at 31st July 1959

For the Crop Years 1957-58 and 1958-59

1957-58 Crop Year:		
Cash advances to Producers	$35,203,467.00	
Less: Advances repaid by Producers	35,147,643.00	$ 55,824.00
1958-59 Crop Year:		
Cash advances to Producers	34,369,653.00	
Less: Advances repaid by Producers	32,503,045.68	1,866,607.32
Balance to be refunded by Producers as at 31st July 1959		1,922,431.32
Bank interest to 31st July 1959 payable by the Government of Canada under the provisions of Section 15 (a) of the Prairie Grain Advance Payments Act	996,409.38	
Less: Amount paid to 31st July 1959	985,035.10	11,374.28
		1,933,805.60
Deduct:		
Interest received on default payments and minor adjustments	1,847.31	
Less: Miscellaneous bank charges	104.33	1,742.98
Liability to the Banks as at 31st July 1959		$1,932,062.62

AUDITORS' REPORT

We have examined the above Statement of Advance Payments to Producers under the Prairie Grain Advance Payments Act as at 31st July 1959, for the crop years 1957-58 and 1958-59, and have obtained all the information and explanations we have required. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion the above Statement of Advance Payments to Producers is properly drawn up so as to exhibit a true and correct view of the result of transactions on this account as at 31st July 1959, according to the best of our information, the explanations given to us, and as shown by the records separately maintained by The Canadian Wheat Board for transactions under the Prairie Grain Advance Payments Act.

MILLAR, MACDONALD & CO.,
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
31st December 1959.

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TABLE I

ACREAGE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1932 - 1959

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Acres)			
1932	26,395	8,533	3,154	706	454	39,242
1933	25,177	8,945	3,032	520	236	37,910
1934	23,296	9,115	2,962	619	218	36,210
1935	23,293	9,478	3,187	649	297	36,904
1936	24,838	8,674	3,724	562	469	38,267
1937	24,599	8,579	3,562	808	233	37,781
1938	24,946	8,518	3,687	655	202	38,008
1939	25,813	8,227	3,607	1,014	288	38,949
1940	27,750	7,818	3,622	943	364	40,497
1941	21,216	8,204	4,779	744	1,030	35,973
1942	20,653	9,528	6,365	1,227	1,510	39,283
1943	16,026	11,266	7,682	447	2,955	38,376
1944	21,900	9,731	6,535	581	1,191	39,938
1945	22,430	9,785	6,516	422	848	40,001
1946	23,731	8,470	5,788	643	865	39,497
1947	23,357	7,818	7,035	1,124	1,724	41,058
1948	22,820	7,516	6,082	2,225	1,880	40,523
1949	26,524	7,355	5,617	1,095	290	40,881
1950	26,382	7,520	6,205	1,041	541	41,689
1951	24,385	8,312	7,530	1,047	1,086	42,360
1952	25,372	7,560	8,145	1,153	1,027	43,257
1953	25,517	6,490	8,599	1,421	908	42,935
1954	24,707	6,715	7,568	687	1,148	40,825
1955	21,964	7,788	9,638	665	1,809	41,864
1956	22,064	8,658	8,181	452	3,010	42,365
1957	20,446	7,805	9,209	455	3,462	41,377
1958	20,244	7,584	9,369	419	2,602	40,218
1959 ①	22,557	7,882	8,107	435	2,368	41,349

①Preliminary—basis estimate of November 18, 1959.

Source: Dominion Bureau of Statistics.

TABLE II

YIELD PER ACRE OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1932 - 1959

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed
			(Bushels)		
1932	16.0	28.8	20.0	10.3	5.8
1933	10.4	19.8	15.6	6.0	2.4
1934	11.3	18.9	15.1	5.9	3.8
1935	11.3	25.8	19.7	12.9	5.3
1936	8.1	15.7	14.1	5.7	3.7
1937	6.4	16.6	17.5	5.3	3.0
1938	13.5	27.2	21.8	14.3	5.9
1939	19.1	28.1	22.5	13.5	6.8
1940	18.5	29.3	22.9	13.0	7.9
1941	14.0	21.9	20.0	13.0	6.4
1942	25.6	51.7	37.6	18.4	10.1
1943	16.7	33.3	25.7	11.8	6.1
1944	17.9	36.1	26.4	12.4	7.2
1945	13.1	25.5	21.0	10.8	7.0
1946	16.6	28.9	23.1	11.3	7.6
1947	13.7	24.5	18.6	10.8	7.6
1948	15.6	29.6	23.3	11.1	9.3
1949	12.9	25.8	19.4	7.2	6.8
1950	16.6	33.9	25.3	10.6	8.3
1951	21.7	40.9	31.1	15.2	7.8
1952	26.7	45.8	34.5	19.4	10.4
1953	23.7	42.5	29.2	18.9	10.0
1954	12.3	29.2	22.1	15.7	9.3
1955	22.6	37.2	25.3	18.5	10.3
1956	25.0	46.2	32.0	14.0	11.5
1957	17.8	30.0	22.7	13.8	5.5
1958	17.1	31.6	25.4	12.9	8.6
1959 ①	17.7	33.4	27.0	14.6	8.9

①Preliminary—basis estimate of November 18, 1959.

Source: Dominion Bureau of Statistics.

TABLE III

TOTAL PRODUCTION OF PRINCIPAL GRAINS IN THE PRAIRIE PROVINCES

1932 - 1959

Harvest Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Thousands of Bushels)			
1932	422,947	245,726	63,114	7,270	2,640	741,697
1933	263,004	177,422	47,243	3,104	563	491,336
1934	263,800	172,040	44,742	3,664	827	485,073
1935	264,096	244,854	62,625	8,379	1,563	581,517
1936	202,000	135,862	52,617	3,201	1,730	395,410
1937	156,800	142,413	62,418	4,280	694	366,605
1938	336,000	232,000	80,200	9,340	1,185	658,725
1939	494,000	231,500	81,000	13,700	1,950	822,150
1940	513,800	229,000	83,000	12,250	2,875	840,925
1941	296,000	179,600	95,500	9,691	6,643	587,434
1942	529,000	492,700	239,200	22,632	15,180	1,298,712
1943	267,800	374,700	197,700	5,288	18,130	863,618
1944	391,700	350,900	172,500	7,186	8,619	930,905
1945	294,600	249,300	136,600	4,551	5,970	691,021
1946	393,000	245,000	133,700	7,289	6,569	785,558
1947	320,000	191,700	131,000	12,150	13,040	667,890
1948	356,000	222,800	142,000	24,721	17,450	762,971
1949	341,000	189,900	109,000	7,900	1,973	649,773
1950	439,000	255,200	157,000	11,050	4,483	866,733
1951	530,000	340,000	234,000	15,935	8,450	1,128,385
1952	678,000	346,000	281,000	22,320	10,700	1,338,020
1953	604,000	276,000	251,000	26,900	9,100	1,167,000
1954	305,000	196,000	167,000	10,790	10,700	689,490
1955	497,000	290,000	244,000	12,300	18,700	1,062,000
1956	551,000	400,000	262,000	6,350	34,600	1,253,950
1957	364,000	234,000	209,000	6,300	18,900	832,200
1958	346,000	240,000	238,000	5,400	22,500	851,900
1959 ①	399,000	263,000	219,000	6,360	21,000	908,360

①Preliminary—basis estimate of November 18, 1959. Source: Dominion Bureau of Statistics.

TABLE IV

CANADIAN WHEAT SUPPLIES AND DISPOSITION

Crop Years 1934-35 to 1958-59

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st				Domestic Disappearance②		Exports① Wheat and Flour	
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial		
	(Thousands of Bushels)							
1934-35	8,733	194,169	275,849	478,751	49,276	49,872	165,751	213,852
1935-36	7,861	205,991	281,935	495,787	69,934	44,065	254,425	127,363
1936-37	5,520	121,843	219,218	346,581	57,281	42,477	209,773	37,049
1937-38	3,999	33,050	180,210	217,259	54,574	42,563	95,586	24,536
1938-39	5,061	19,475	360,010	384,546	70,942	50,659	160,034	102,911
1939-40	4,682	98,229	520,623	623,534	82,488	47,899	192,674	300,473
1940-41	17,286	283,187	540,190	840,663	86,281	43,047	231,206	480,129
1941-42	13,954	466,175	314,710	794,839	90,953	54,306	225,828	423,752
1942-43	10,446	413,306	556,067	979,819	101,459	69,033	214,701	594,626
1943-44	197,207	397,419	282,377	877,003	96,087	80,630	343,755	356,531
1944-45	53,871	302,660	414,859	771,390	86,856	83,515	342,946	258,073
1945-46	28,650	229,423	316,320	574,393	78,023	82,662	340,108	73,600
1946-47	27,203	46,397	411,601	485,201	77,406	78,796	242,858	86,141
1947-48	25,988	60,153	338,506	424,647	76,952	75,003	194,982	77,710
1948-49	39,162	38,548	381,413	459,123	75,818	48,565	232,329	102,411
1949-50	43,423	58,988	366,028	468,439	74,792	56,310	225,137	112,200
1950-51	12,389	99,811	466,490	578,690	83,588	64,938	240,961	189,203
1951-52	22,260	166,943	553,678	742,881	96,847	73,031	355,825	217,178
1952-53	19,262	197,916	701,973	919,151	86,649	63,790	385,527	383,185
1953-54	93,716	289,469	634,040	1,017,225	91,562	51,907	255,081	618,675
1954-55	231,860	386,815	331,981	950,656	102,691	59,308	251,909	536,748
1955-56	137,855	398,893	519,178	1,055,926	98,785	65,307	312,260	579,574
1956-57	204,205	375,369	573,040	1,152,614	88,523	66,149	264,396	733,546
1957-58	323,160	410,386	385,508	1,119,054	94,931	64,376	320,293	639,454
1958-59	231,900	407,554	371,730	1,011,184	100,922	66,714	294,546	549,002③
1959-60③	130,000	419,002	413,520	962,522				

①Source: Dominion Bureau of Statistics.

②A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1958-59 inclusive, but for Prairie Provinces only for earlier years.

③Preliminary.

TABLE V

CANADIAN OATS SUPPLIES AND DISPOSITION

Crop Years 1934-35 to 1958-59

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st				Domestic Disappearance③			
	Farm	Commercial	Production①	Total Supplies	Farm	Commercial	Net② Exports	
	(Thousands of Bushels)							
1934-35	19,333	11,727	321,120	352,180	288,647	19,200	17,863	26,471
1935-36	20,071	6,400	394,348	420,819	352,243	12,681	15,515	40,380
1936-37	31,186	9,194	271,778	312,158	258,694	25,697	9,501	18,266
1937-38	15,231	3,035	268,442	286,708	238,578	20,404	8,228	19,499
1938-39	16,120	3,379	371,382	390,881	315,512	13,549	12,934	48,887
1939-40	39,654	9,233	384,407	433,294	349,645	13,127	23,591	46,931
1940-41	39,781	7,150	380,526	427,457	350,986	21,257	13,651	41,563
1941-42	37,102	4,461	306,052	347,615	285,653	21,494	11,861	28,607
1942-43	24,173	4,434	641,488	670,095	426,285	31,146	63,323	149,341
1943-44	118,404	30,937	461,567	610,908	366,248	61,444	74,737	108,479
1944-45	69,423	39,056	474,044	582,523	343,960	54,510	85,798	98,255
1945-46	64,825	33,430	351,234	449,489	257,476	70,660	43,861	77,492
1946-47	51,087	26,405	360,860	438,352	259,301	79,808	29,759	69,484
1947-48	52,566	16,918	270,190	339,674	212,496	69,085	10,202	47,891
1948-49	37,593	10,298	345,305	393,196	248,544	60,925	23,220	60,507
1949-50	48,363	12,144	304,595	365,102	238,887	60,763	20,547	44,905
1950-51	33,579	11,326	401,768	446,673	272,851	43,248	35,397	95,177
1951-52	59,481	35,696	493,886	589,063	361,000	49,059	70,646	108,358
1952-53	57,836	50,522	471,117	579,475	318,382	51,313	65,371	144,409
1953-54	90,660	53,749	413,971	558,380	316,850	45,061	70,700	125,769
1954-55	97,250	28,519	306,401	432,170	279,974	45,982	22,247	83,967
1955-56	53,400	30,567	399,451	483,418	309,997	50,173	4,142	119,106
1956-57	71,200	47,906	524,517	643,623	354,294	44,433	18,681	226,215
1957-58	172,100	54,115	380,599	606,814	385,690	40,024	26,184	154,916
1958-59	108,000	46,916	400,951	555,867	389,201	40,174	7,513	118,979④
1959-60④	80,000	38,979	417,933	536,912				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—includes rolled oats and oatmeal.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports. Marketings are basis all Canada for years 1940-41 to 1958-59 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VI

CANADIAN BARLEY SUPPLIES AND DISPOSITION

Crop Years 1934-35 to 1958-59

Crop Year	SUPPLIES				DISPOSITION			Total① Outward Carryover July 31st
	Inward Carryover① August 1st		Production①	Total Supplies	Domestic Disappearance③		Net② Exports	
	Farm	Commercial			Farm	Commercial		
	(Thousands of Bushels)							
1934-35	1,839	9,254	63,742	74,835	49,803	3,956	15,057	6,019
1935-36	2,022	3,997	83,975	89,994	66,022	6,062	7,676	10,234
1936-37	4,199	6,035	71,922	82,156	53,126	6,678	17,556	4,796
1937-38	1,476	3,320	83,124	87,920	57,951	8,594	14,744	6,631
1938-39	3,178	3,453	102,242	108,873	73,713	7,536	14,820	12,804
1939-40	7,347	5,457	103,147	115,951	81,538	11,081	10,678	12,654
1940-41	7,075	5,579	104,256	116,910	83,929	19,351	2,722	10,908
1941-42	6,505	4,403	110,401	121,309	85,142	23,288	2,058	10,821
1942-43	5,112	5,709	256,037	266,858	134,259	29,559	33,761	69,279
1943-44	41,314	27,965	208,365	277,644	140,751	54,841	36,103	45,949
1944-45	23,379	22,570	187,326	233,275	117,194	47,755	39,407	28,919
1945-46	17,819	11,100	148,792	177,711	85,452	57,906	4,416	29,937
1946-47	13,884	16,053	146,852	176,789	76,674	63,693	7,658	28,764
1947-48	16,492	12,272	139,886	168,650	73,990	59,481	3,730	31,449
1948-49	17,373	14,076	152,281	183,730	80,873	48,742	24,446	29,669
1949-50	18,482	11,187	118,044	147,713	71,868	34,653	20,837	20,355
1950-51	11,324	9,031	167,495	187,850	77,263	29,688	27,403	53,496
1951-52	17,854	35,642	245,435	298,931	110,248	35,707	73,472	79,504
1952-53	21,476	58,028	291,572	371,076	109,105	28,227	122,077	111,667
1953-54	38,235	73,432	262,121	373,788	101,758	32,378	93,742	145,910
1954-55	96,810	49,100	175,196	321,106	116,775	31,967	80,876	91,488
1955-56	42,310	49,178	251,102	342,590	128,262	34,680	68,700	110,948
1956-57	50,465	60,483	269,065	380,013	117,882	37,815	81,537	142,779
1957-58	80,980	61,799	215,993	358,772	122,605	37,705	80,297	118,165
1958-59	57,500	60,665	244,764	362,929	122,424	41,908	70,444	128,153④
1959-60④	57,000	71,153	225,550	353,703				

①Source: Dominion Bureau of Statistics.

②Source: Board of Grain Commissioners—exports include barley malt and pot and pearl barley for the years 1946-47 to 1958-59 but bulk barley only for earlier years.

③A residual item. Farm disappearance is computed by adding inward farm carryover and production and deducting therefrom marketings and outward farm carryover. Commercial disappearance is computed by adding inward commercial carryover and marketings and deducting therefrom outward commercial carryover and exports—marketings are basis all Canada for years 1940-41 to 1958-59 inclusive, but for Prairie Provinces only for earlier years.

④Preliminary.

TABLE VII

CANADIAN GRAIN STORAGE POSITION

1935 to 1959—As at July 31st

Year	VISIBLE STOCKS OF ALL GRAIN AS AT JULY 31st①							Total Rated Capacity② as at Dec. 1st
	Wheat	Oats	Barley	Rye	Flaxseed	U.S. and Foreign Grain③	Total	
	(Thousands of Bushels)							
1935	205,991	6,400	3,997	3,088	309	—	219,785	420,644
1936	121,843	9,194	6,035	3,415	262	193	140,942	421,856
1937	33,050	3,035	3,320	330	455	272	40,462	423,063
1938	19,475	3,379	3,453	923	217	6,728	34,175	422,824
1939	98,229	9,233	5,457	2,541	114	3,898	119,472	424,290
1940	283,187	7,150	5,579	4,733	557	3,685	304,891	510,158
1941	466,175	4,461	4,403	4,459	605	2,556	482,659	601,191
1942	413,306	4,434	5,710	3,150	1,005	6,925	434,530	604,254
1943	397,419	30,937	27,965	9,182	3,346	895	469,744	605,988
1944	302,660	39,056	22,570	4,550	2,825	2,502	374,163	603,792
1945	229,423	33,430	11,100	1,519	2,178	167	277,817	575,882
1946	46,397	26,405	16,053	515	1,006	378	90,754	510,053
1947	60,153	16,918	12,272	475	356	359	90,533	505,197
1948	38,548	10,298	14,076	628	3,076	334	66,960	507,756
1949	58,988	12,144	11,187	7,731	10,501	349	100,900	513,243
1950	99,811	11,326	9,031	5,300	4,361	8,407	138,236	520,181
1951	166,943	35,696	35,642	2,449	998	3,607	245,335	530,755
1952	197,916	50,522	58,028	6,748	2,055	668	315,937	542,668
1953	289,469	53,749	73,432	13,036	2,468	421	432,575	564,446
1954	386,815	28,519	49,100	6,425	1,548	1,449	473,856	583,417
1955	398,893	30,567	49,178	8,305	909	520	488,372	602,164
1956	375,369	47,906	60,483	6,208	2,067	450	492,483	624,839
1957	410,386	54,115	61,799	3,520	6,061	1,276	537,157	633,030
1958	407,554	46,916	60,665	4,032	4,722	965	524,854	640,182
1959	419,002	38,979	71,153	4,480	5,003	1,825	540,442	649,350

①Includes stocks in unlicensed mills and any stocks in licensed mills which have been transferred from elevator storage proper to the mill or feed plants for processing.

②Includes all storage: i.e., licensed and unlicensed, permanent and temporary.

③From 1935 to 1948 inclusive—stocks are for the week ending closest to July 31st in each case.

Source: Board of Grain Commissioners for Canada.

TABLE VIII

CANADIAN EXPORTS OF GRAIN AND GRAIN PRODUCTS

Crop Years 1934-35 to 1958-59

Crop Year	Wheat①	Wheat Flour②	Oats and Oats Products	Barley and Barley Products③	Rye	Flaxseed	Total
			(Thousands of Bushels)				
1934-35	144,375	21,376	17,863	15,057	1,187	12	199,870
1935-36	232,020	22,405	15,515	7,676	2,456	19	280,091
1936-37	189,407	20,365	9,501	17,556	3,633	178	240,640
1937-38	79,342	16,243	8,228	14,744	648	16	119,221
1938-39	139,315	20,719	12,934	14,820	787	31	188,606
1939-40	162,158	30,516	23,591	10,678	2,743	—	229,686
1940-41	184,907	46,300	13,651	2,722	1,958	55	249,593
1941-42	179,902	45,926	11,861	2,058	2,792	842	243,381
1942-43	158,112	56,588	63,323	33,761	2,004	5,202	318,990
1943-44	283,166	60,590	74,735	36,103	8,108	10,050	472,752
1944-45	280,289	62,657	85,798	39,407	6,188	4,327	478,666
1945-46	278,070	62,038	43,861	4,416	2,968	346	391,699
1946-47	163,388	79,470	29,759	7,658	5,269	61	285,605
1947-48	133,505	61,477	10,202	3,730	10,226	1,788	220,928
1948-49	184,235	48,094	23,220	24,446	10,239	4,413	294,647
1949-50	179,457	45,680	20,547	20,837	9,954	3,034	279,509
1950-51	185,039	55,921	35,397	27,392	9,367	4,131	317,247
1951-52	304,722	51,103	70,646	73,458	6,820	2,882	509,631
1952-53	329,026	56,501	65,371	122,077	8,993	4,060	586,028
1953-54	208,835	46,246	70,700	93,741	16,835	5,172	441,529
1954-55	211,288	40,622	22,247	80,876	9,311	6,345	370,689
1955-56	272,260	40,000	4,142	68,700	12,918	11,583	409,603
1956-57	230,856	33,540	18,681	81,537	5,448	21,582	391,644
1957-58	279,912	40,381	26,184	80,298	5,446	13,650	445,871
1958-59	257,421	37,125	7,513	70,444	3,222	14,276	390,001

①Wheat exports include Bagged Seed Wheat for the years 1955-56 to 1958-59.

②In Wheat Equivalent.

③Barley exports include barley malt and pot and pearl barley for the years 1946-47 to 1958-59 but bulk barley only for earlier years.

Source: Board of Grain Commissioners for Canada.

TABLE IX

DISTRIBUTION OF CANADIAN WHEAT AND WHEAT FLOUR EXPORTS BY SELECTED AREAS

Crop Years 1941-42 to 1958-59

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central② America (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total①
				(Thousands of Bushels)				
1941-42	149,774 (66.3%)	26,471 (11.7%)	18,634 (8.3%)	10,519 (4.7%)	2,080 (0.9%)	14,940 (6.6%)	3,410 (1.5%)	225,828 (100.0%)
1942-43	150,232 (70.0%)	24,579 (11.4%)	14,862 (6.9%)	9,568 (4.5%)	1,482 (0.7%)	12,220 (5.7%)	1,757 (0.8%)	214,700 (100.0%)
1943-44	114,522 (33.4%)	37,240 (10.8%)	159,838 (46.5%)	10,272 (3.0%)	1,710 (0.5%)	18,979 (5.5%)	1,194 (0.3%)	343,755 (100.0%)
1944-45	152,598 (44.5%)	86,619 (25.3%)	41,942 (12.2%)	8,912 (2.6%)	4,175 (1.2%)	27,449 (8.0%)	21,250 (6.2%)	342,945 (100.0%)
1945-46	151,491 (44.6%)	88,180 (25.9%)	13,047 (3.8%)	10,163 (3.0%)	5,128 (1.5%)	38,175 (11.2%)	33,922 (10.0%)	340,106 (100.0%)
1946-47	160,983 (66.4%)	38,448 (15.8%)	1,695 (0.7%)	10,031 (4.1%)	7,022 (2.9%)	9,820 (4.0%)	14,859 (6.1%)	242,858 (100.0%)
1947-48	160,707 (82.4%)	14,802 (7.6%)	140 (0.1%)	8,455 (4.4%)	2,804 (1.4%)	1,178 (0.6%)	6,896 (3.5%)	194,982 (100.0%)
1948-49	151,728 (65.3%)	26,099 (11.2%)	5,544 (2.4%)	9,040 (3.9%)	4,578 (2.0%)	11,031 (4.7%)	24,309 (10.5%)	232,329 (100.0%)
1949-50	130,285 (57.9%)	28,932 (12.8%)	13,747 (6.1%)	10,535 (4.7%)	7,022 (3.1%)	9,633 (4.3%)	24,983 (11.1%)	225,137 (100.0%)
1950-51	101,556 (42.1%)	52,792 (21.9%)	21,222 (8.8%)	10,555 (4.4%)	10,396 (4.3%)	9,980 (4.1%)	34,460 (14.4%)	240,961 (100.0%)
1951-52	127,510 (35.8%)	97,916 (27.5%)	38,981 (11.0%)	11,428 (3.2%)	17,278 (4.9%)	12,568 (3.5%)	50,144 (14.1%)	355,825 (100.0%)
1952-53	122,854 (31.9%)	121,162 (31.4%)	23,140 (6.0%)	8,356 (2.2%)	25,976 (6.7%)	21,753 (5.6%)	62,286 (16.2%)	385,527 (100.0%)
1953-54	82,020 (32.2%)	63,350 (24.8%)	7,974 (3.1%)	11,140 (4.4%)	19,528 (7.7%)	11,297 (4.4%)	59,772 (23.4%)	255,081 (100.0%)
1954-55	101,814 (40.4%)	75,820 (30.1%)	5,235 (2.1%)	10,712 (4.3%)	8,685 (3.4%)	7,572 (3.0%)	42,071 (16.7%)	251,909 (100.0%)
1955-56	109,446 (35.4%)	127,210 (41.1%)	8,256 (2.7%)	9,294 (3.0%)	6,751 (2.2%)	8,200 (2.7%)	40,025 (12.9%)	309,182 (100.0%)
1956-57	90,435 (34.5%)	101,242 (38.7%)	7,548 (2.9%)	7,028 (2.7%)	6,610 (2.5%)	2,615 (1.0%)	46,319 (17.7%)	261,979 (100.0%)
1957-58	104,061 (32.9%)	101,141 (32.0%)	8,920 (2.8%)	8,787 (2.8%)	8,223 (2.6%)	2,165 (0.7%)	82,776 (26.2%)	316,073 (100.0%)
1958-59	100,887 (34.9%)	87,511 (30.3%)	5,012 (1.7%)	8,291 (2.9%)	7,234 (2.5%)	10,845 (3.8%)	69,134 (23.9%)	288,914 (100.0%)

①Excludes seed exports and quantities lost in wreck.
②Includes Newfoundland up to 1949-50.
Source: Board of Grain Commissioners for Canada.

TABLE X

DISTRIBUTION OF CANADIAN OATS①—EXPORTS BY SELECTED AREAS

Crop Years 1941-42 to 1958-59

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central③ America (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1941-42	194	425	3,421	106	—	—	6	4,877②
	(4.0%)	(8.7%)	(70.1%)	(2.2%)	—	—	(0.1%)	(85.1%)
1942-43	63	316	61,550	398	—	—	—	62,327
	(0.1%)	(0.5%)	(98.8%)	(0.6%)	—	—	—	(100.0%)
1943-44	—	—	71,902	266	—	—	—	72,168
	—	—	(99.6%)	(0.4%)	—	—	—	(100.0%)
1944-45	5,145	1,378	69,708	409	77	—	928	77,645
	(6.6%)	(1.8%)	(89.8%)	(0.5%)	(0.1%)	—	(1.2%)	(100.0%)
1945-46	3,076	18,741	13,264	738	69	1,099	524	37,511
	(8.1%)	(50.0%)	(35.4%)	(2.0%)	(0.2%)	(2.9%)	(1.4%)	(100.0%)
1946-47	10,760	7,453	849	379	7	269	2,075	21,792
	(49.5%)	(34.2%)	(3.9%)	(1.7%)	—	(1.2%)	(9.5%)	(100.0%)
1947-48	—	4,092	1,215	103	4	—	—	5,414
	—	(75.6%)	(22.4%)	(1.9%)	(0.1%)	—	—	(100.0%)
1948-49	-	3,059	18,245	89	18	—	16	21,427
	-	(14.3%)	(85.1%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1949-50	—	1,945	17,089	68	24	—	16	19,142
	—	(10.2%)	(89.2%)	(0.4%)	(0.1%)	—	(0.1%)	(100.0%)
1950-51	—	4,073	30,562	55	18	—	9	34,717
	—	(11.7%)	(88.0%)	(0.2%)	(0.1%)	—	—	(100.0%)
1951-52	—	10,957	58,573	36	4	—	9	69,579
	—	(15.7%)	(84.2%)	(0.1%)	—	—	—	(100.0%)
1952-53	564	4,694	59,527	37	4	—	31	64,857
	(0.9%)	(7.2%)	(91.8%)	(0.1%)	—	—	—	(100.0%)
1953-54	1,542	2,383	65,878	74	2	—	35	69,914
	(2.2%)	(3.4%)	(94.2%)	(0.1%)	—	—	(0.1%)	(100.0%)
1954-55	2,494	4,241	14,811	68	15	—	6	21,635
	(11.5%)	(19.6%)	(68.5%)	(0.3%)	(0.1%)	—	—	(100.0%)
1955-56	413	1,297	1,867	40	7	—	—	3,624
	(11.4%)	(35.8%)	(51.5%)	(1.1%)	(0.2%)	—	—	(100.0%)
1956-57	149	513	17,615	37	26	—	—	18,340
	(0.8%)	(2.8%)	(96.0%)	(0.2%)	(0.2%)	—	—	(100.0%)
1957-58	3,879	399	21,581	27	9	—	—	25,895
	(15.0%)	(1.5%)	(83.4%)	(0.1%)	—	—	—	100.0%
1958-59	3,376	2,234	1,430	11	4	—	—	7,055
	(47.8%)	(31.7%)	(20.3%)	(0.2%)	—	—	—	(100.0%)

①Includes Oats as grain only.
②Includes 725,000 bushels (14.9%) bagged grain destination unknown.
③Includes Newfoundland up to 1949-50.
Source: Board of Grain Commissioners for Canada.

TABLE XI

DISTRIBUTION OF CANADIAN BARLEY EXPORTS BY SELECTED AREAS

Crop Years 1941-42 to 1958-59

Crop Year	United Kingdom	Europe (Excl. U.K.)	U.S.A.	North and Central① America (Excl. U.S.A.)	South America	Africa	Asia and Oceania	Total
				(Thousands of Bushels)				
1941-42	—	131	1,690	234	—	—	—	2,058②
	—	(6.4%)	(82.1%)	(11.4%)	—	—	—	(99.9%)
1942-43	—	—	33,472	289	—	—	—	33,761
	—	—	(99.1%)	(0.9%)	—	—	—	(100.0%)
1943-44	—	—	35,805	298	—	—	—	36,103
	—	—	(99.2%)	(0.8%)	—	—	—	(100.0%)
1944-45	—	3,609	35,794	4	—	—	—	39,407
	—	(9.2%)	(90.8%)	—	—	—	—	(100.0%)
1945-46	—	755	3,661	—	—	—	—	4,416
	—	(17.1%)	(82.9%)	—	—	—	—	(100.0%)
1946-47	—	2,845	4,058	—	—	—	—	6,903
	—	(41.2%)	(58.8%)	—	—	—	—	(100.0%)
1947-48	—	1,378	1,155	145	—	—	—	2,678
	—	(51.5%)	(43.1%)	(5.4%)	—	—	—	(100.0%)
1948-49	—	10,832	10,647	229	—	—	22	21,730
	—	(49.8%)	(49.0%)	(1.1%)	—	—	(0.1%)	(100.0%)
1949-50	—	1,300	16,202	—	—	—	21	17,523
	—	(7.4%)	(92.5%)	—	—	—	(0.1%)	(100.0%)
1950-51	160	11,127	10,588	—	—	—	1,200	23,075
	(0.7%)	(48.2%)	(45.9%)	—	—	—	(5.2%)	(100.0%)
1951-52	7,656	36,627	10,220	—	1	—	15,411	69,915
	(11.0%)	(52.4%)	(14.6%)	—	—	—	(22.0%)	(100.0%)
1952-53	16,085	53,190	24,085	—	1	—	25,496	118,857
	(13.5%)	(44.7%)	(20.3%)	—	—	—	(21.5%)	(100.0%)
1953-54	19,639	13,438	36,921	2	—	—	20,044	90,044
	(21.8%)	(14.9%)	(41.0%)	—	—	—	(22.3%)	(100.0%)
1954-55	48,538	5,106	19,086	4	2	—	4,356	77,092
	(63.0%)	(6.6%)	(24.8%)	—	—	—	(5.6%)	(100.0%)
1955-56	22,685	5,733	28,855	1	3	—	7,037	64,314
	(35.3%)	(8.9%)	(44.9%)	—	—	—	(10.9%)	(100.0%)
1956-57	32,369	10,726	21,562	—	—	—	12,224	76,881
	(42.1%)	(14.0%)	(28.0%)	—	—	—	(15.9%)	(100.0%)
1957-58	36,743	6,745	21,457	—	—	—	10,175	75,120
	(48.9%)	(9.0%)	(28.6%)	—	—	—	(13.5%)	(100.0%)
1958-59	41,524	6,947	10,152	1	2	—	5,751	64,376
	(64.5%)	(10.8%)	(15.8%)	—	—	—	(8.9%)	(100.0%)

①Includes Newfoundland up to 1949-50.
②3,000 bushels (0.1%) bagged grain—Destination unknown.
Source: Board of Grain Commissioners for Canada.

TABLE XII

PRODUCERS' MARKETINGS—WESTERN CANADIAN GRAINS

Crop Years 1934-35 to 1958-59

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total①
			(Thousands of Bushels)			
1934-35	227,445	31,736	13,756	1,088	430	278,625
1935-36	214,342	30,990	15,776	2,793	986	268,623
1936-37	163,457	29,039	21,519	1,619	1,353	219,578
1937-38	124,574	28,975	23,471	1,462	372	184,551
1938-39	289,447	32,336	24,360	3,393	747	354,471
1939-40	425,531	34,635	21,881	5,214	1,586	492,380
1940-41	456,660	32,150	20,791	5,048	2,572	517,221
1941-42	227,121	33,250	26,644	5,339	4,898	297,252
1942-43	267,340	120,689	85,571	9,777	11,359	494,736
1943-44	329,322	144,277	85,549	4,690	14,239	578,077
1944-45	351,384	134,615	75,690	4,122	7,154	572,965
1945-46	237,300	107,397	67,272	3,096	4,734	419,799
1946-47	334,618	99,856	67,553	5,577	4,808	512,412
1947-48	246,602	72,652	65,014	10,143	10,503	404,914
1948-19	293,987	85,924	70,252	17,502	15,166	482,831
1949-50	319,571	80,448	53,326	8,689	1,493	463,527
1950-51	367,845	102,688	83,414	7,441	3,254	564,642
1951-52	455,362	133,608	130,336	11,727	6,363	737,396
1952-53	535,989	119,750	165,036	15,926	8,155	844,856
1953-54	396,961	90,367	101,397	12,209	7,403	608,337
1954-55	319,780	70,221	112,568	13,191	8,792	524,552
1955-56	352,975	71,629	114,460	12,486	15,750	567,300
1956-57	362,454	69,254	120,661	4,063	29,013	585,445
1957-58	378,192	58,272	116,866	7,395	15,296	576,021
1958-59	367,722	39,280	122,838	4,667	17,469	551,976

①Totals for crop years 1934-35 to 1939-40 inclusive include platform loadings of coarse grains, not shown in the figures for each individual grain.

Source: Board of Grain Commissioners for Canada.

TABLE XIII

RAIL SHIPMENTS FROM WESTERN COUNTRY ELEVATORS

Crop Years 1944-45 to 1958-59

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1944-45	424,079,134	147,124,431	82,033,858	4,502,589	7,093,780	664,833,792
1945-46	297,307,308	110,204,349	67,685,661	2,960,473	5,135,814	483,293,605
1946-47	331,120,642	105,562,688	72,168,541	5,705,585	4,725,954	519,283,410
1947-48	247,005,399	75,656,162	66,070,399	9,785,253	9,860,350	408,377,563
1948-49	289,843,302	83,035,066	68,904,394	16,169,309	15,485,845	473,437,916
1949-50	308,377,624	80,930,369	53,615,249	9,634,397	1,537,866	454,095,505
1950-51	309,397,232	90,260,430	74,336,962	7,815,471	3,010,111	484,820,206
1951-52	429,613,419	121,922,070	114,449,354	9,607,348	5,704,183	681,326,374
1952-53	474,918,967	105,504,254	143,415,520	14,611,088	7,476,310	745,926,139
1953-54	335,834,138	108,061,751	117,237,168	11,545,394	7,683,349	580,361,800
1954-55	307,015,780	73,044,811	112,076,924	13,570,387	8,880,190	514,588,092
1955-56	335,327,038	64,685,499	112,830,912	12,113,521	14,864,570	539,821.540
1956-57	359,398,901	52,488,157	116,052,798	5,905,742	26,869,110	560,714,708
1957-58	374,274,519	67,183,898	118,665,238	7,093,960	15,540,433	582,758,048
1958-59①	349,074,497	43,164,860	106,162,755	4,621,645	16,200,558	519,224,315

①Subject to revision.

Source: Board of Grain Commissioners for Canada.

TABLE XIV

VESSEL SHIPMENTS OF PRINCIPAL GRAINS FROM THE LAKEHEAD

Crop Years 1941-42 to 1958-59

Crop Year	Wheat	Oats	Barley	Rye	Flaxseed	Total
			(Bushels)			
1941-42	204,944,133	5,456,822	9,892,366	3,875,989	2,010,339	226,179,649
1942-43	171,325,422	36,303,618	32,438,575	1,590,318	5,669,143	247,327,076
1943-44	292,728,915	50,777,311	42,212,992	9,441,840	10,601,127	405,762,185
1944-45	324,730,999	99,242,739	55,567,683	5,664,591	5,500,932	490,706,944
1945-46	231,022,017	62,323,412	34,008,271	2,713,341	3,335,534	333,402,575
1946-47	175,806,761	50,311,335	31,221,973	4,776,225	1,339,983	263,456,277
1947-48	134,545,364	34,434,520	28,312,907	8,549,033	5,933,346	211,775,170
1948-49	159,860,617	39,725,647	37,918,784	12,320,244	9,624,601	259,449,893
1949-50	164,958,725	41,204,023	33,796,178	9,687,245	4,280,260	253,926,431
1950-51	141,708,034	45,064,802	34,476,555	8,871,808	3,630,491	233,751,690
1951-52	253,116,277	82,874,027	73,274,674	6,977,331	4,071,347	420,313,656
1952-53	251,809,101	81,132,026	109,096,288	10,678,063	6,044,005	458,759,483
1953-54	134,698,514	86,972,188	84,257,907	15,740,212	5,498,361	327,167,182
1954-55	164,733,648	46,327,223	82,368,609	10,781,923	5,741,783	309,953,186
1955-56	183,696,338	35,564,246	78,171,277	13,501,152	9,619,756	320,552,769
1956-57	170,796,094	47,645,206	72,775,293	5,889,581	13,585,437	310,691,611
1957-58	176,457,131	51,735,047	74,847,097	4,771,777	8,160,126	315,971,178
1958-59 ①	177,583,314	31,330,073	55,169,551	4,268,240	9,299,682	277,650,860

①Subject to revision.

Source: Dominion Bureau of Statistics—Grain Trade of Canada—Annual Editions.

TABLE XV

OVERSEAS CLEARANCES OF CANADIAN BULK GRAIN BY PORT AREAS

Crop Years 1939-40 to 1958-59

Crop Year	Atlantic① Coast	St. Lawrence	Lakehead Direct	Churchill	Pacific Coast	Total
			(Thousands of Bushels)			
1939-40	99,889	57,570	112	1,772	10,733	170,076
1940-41	108,481	63,235	3	—	4,107	175,826
1941-42	122,542	38,106	8	—	2,422	163,078
1942-43	127,847	15,437	10	—	1,598	144,892
1943-44	95,309	25,749	4	—	3,084	124,146
1944-45	135,505	106,942	8	—	8,644	251,099
1945-46	103,520	121,643	39	—	66,952	292,154
1946-47	37,220	87,175	—	2,929	61,715	189,039
1947-48	37,053	71,661	—	4,976	36,854	150,544
1948-49	34,974	99,956	—	5,314	60,696	200,940
1949-50	18,139	86,524	217	5,528	62,651	173,059
1950-51	21,383	94,840	119	6,768	68,481	191,591
1951-52	31,726	191,355	116	7,545	113,412	344,154
1952-53	42,185	240,786	533	8,621	121,374	413,499
1953-54	12,830	105,460	784	10,981	133,972	264,027
1954-55	40,759	133,888	158	12,245	98,428	285,478
1955-56	45,438	147,750	66	12,819	113,583	319,656
1956-57	28,495	117,393	—	16,250	138,968	301,106
1957-58	30,930	122,977	532	18,451	169,555	342,445
1958-59	31,110	108,061	12,027	18,723	154,107	324,028

①Includes U.S.A. Atlantic Ports.

Source: Board of Grain Commissioners for Canada.

TABLE XVI

WHEAT PRODUCTION IN THE FOUR MAJOR EXPORTING COUNTRIES

Crop Years 1946-47 to 1959-60

Crop Year	Canada	Argentina	Australia	United States	Total
			(Thousands of Bushels)		
1946-47	411,601	206,304	117,264	1,152,118	1,887,287
1947-48	338,506	238,800	220,117	1,358,911	2,156,334
1948-49	381,413	191,000	190,699	1,294,911	2,058,023
1949-50	366,028	189,017	218,221	1,098,415	1,871,681
1950-51	466,490	212,967	184,244	1,019,389	1,883,090
1951-52	553,678	77,162	159,725	980,810	1,771,375
1952-53	701,973	277,909	195,208	1,298,957	2,474,047
1953-54	634,040	227,800	199,000	1,169,484	2,230,324
1954-55	331,981	282,559	168,610	984,846	1,767,996
1955-56	519,178	192,904	195,589	936,761	1,844,432
1956-57	573,040	261,980	135,000	1,004,272	1,974,292
1957-58	370,508	213,500	97,300	950,662	1,631,970
1958-59	371,730	246,920	215,000	1,462,218	2,295,868
1959-60①	413,520	198,000	170,000	1,117,430	1,898,950

①Preliminary.

Source: For Canada—Dominion Bureau of Statistics.
For U.S.A.—U.S. Department of Agriculture.
For Argentina and Australia—
1946-47 to 1952-53—International Wheat Council.
1953-54 to 1959-60—Official sources of each country.

TABLE XVII

WORLD EXPORTS OF WHEAT AND WHEAT FLOUR BY PRINCIPAL EXPORTERS DISTRIBUTION BY QUANTITY AND PERCENTAGE OF WORLD TRADE

July-June Crop Years 1945-46 to 1958-59

Crop Year	Argentina	Australia	Canada	United States	Others	World Total
			(Millions of Bushels)			
1945-46	68 (7.8%)	36 (4.2%)	373 (43.0%)	390 (45.0%)	— —	867 (100.0%)
1946-47	60 (7.7%)	47 (6.1%)	229 (29.5%)	397 (51.2%)	43 (5.5%)	776 (100.0%)
1947-48	102 (11.0%)	96 (10.3%)	205 (22.1%)	485 (52.2%)	41 (4.4%)	929 (100.0%)
1948-49	61 (6.1%)	122 (12.3%)	225 (22.6%)	504 (50.7%)	83 (8.3%)	995 (100.0%)
1949-50	87 (10.5%)	114 (13.8%)	232 (28.1%)	299 (36.2%)	94 (11.4%)	826 (100.0%)
1950-51	103 (10.9%)	127 (13.5%)	226 (24.0%)	366 (38.9%)	120 (12.7%)	942 (100.0%)
1951-52	30 (2.8%)	99 (9.3%)	345 (32.4%)	475 (44.7%)	115 (10.8%)	1,064 (100.0%)
1952-53	29 (3.0%)	99 (10.1%)	384 (39.2%)	317 (32.4%)	150 (15.3%)	979 (100.0%)
1953-54	110 (12.6%)	71 (8.2%)	278 (32.0%)	217 (25.0%)	193 (22.2%)	869 (100.0%)
1954-55	132 (13.6%)	93 (9.6%)	253 (26.1%)	274 (28.1%)	219 (22.6%)	971 (100.0%)
1955-56	115 (10.9%)	102 (9.7%)	301 (28.6%)	346 (32.8%)	190 (18.0%)	1,054 (100.0%)
1956-57	98 (7.3%)	126 (9.3%)	267 (19.8%)	549 (40.7%)	310 (22.9%)	1,350 (100.0%)
1957-58	77 (6.5%)	61 (5.1%)	313 (26.4%)	402 (33.9%)	333 (28.1%)	1,186 (100.0%)
1958-59①	103 (8.2%)	75 (5.9%)	301 (23.9%)	443 (35.2%)	337 (26.8%)	1,259 (100.0%)

①Subject to revision.

Source: For Canada—Board of Grain Commissioners for Canada.

All Others—Foreign Agricultural Service, United States Department of Agriculture.

TABLE XVIII
WHEAT ACREAGE IN SELECTED COUNTRIES
1948 to 1959

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Acres)			
1948	354	1,325	170	10,456	2,241	11,526
1949	378	1,557	206	10,434	2,279	11,686
1950	430	1,611	210	10,673	2,506	11,661
1951	408	1,792	200	10,502	2,545	11,683
1952	415	2,002	183	10,616	2,948	11,570
1953	435③	2,249	175	10,426	2,854③	11,787
1954	470③	2,671	210	11,098	2,736③	11,785
1955	487③	2,681	166	11,253	2,894③	11,990
1956	464	2,840	164	7,000	2,830	12,350
1957	513	2,850	158	11,534	3,000	12,375
1958	542	2,200	190	11,404	3,200	12,300
1959②	492	—①	203	10,922	3,290	11,665

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Acres)			
1948	1,824	244	780	211	11,342	2,279
1949	1,872	256	759	206	9,903	1,963
1950	1,883	225	838	215	11,063	2,479
1951	1,811	185	811	242	12,170	2,130
1952	1,779	203	820	250	13,673	2,031
1953	1,693	161	956	235③	16,178③	2,217
1954	1,658	272	1,068	250③	16,163③	2,456
1955	1,633	220	872	257③	17,757③	1,947
1956	1,625	212	980	195	18,125	2,293
1957	1,526	245	823	260	17,878	2,113
1958	1,480	274	698	261	—①	2,208
1959②	1,485	297	778	256	—①	1,925

①Not available. ②Preliminary. ③Including spelt.
Sources: For 1948-1955—International Wheat Council.
1956-1959—United States Department of Agriculture.

TABLE XIX
WHEAT PRODUCTION IN SELECTED COUNTRIES
1948 to 1959

Year	Belgium	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1948	12,656	14,896	9,334	280,485	73,771	226,016
1949	21,914	16,090	11,013	296,947	90,794①	259,838
1950	20,099	19,548	10,950	282,963	96,048①	285,646
1951	19,436	15,579	10,031	261,468	108,357①	255,810
1952	21,273	25,351	11,060	309,419	120,924①	289,173
1953	21,091	28,366	10,398	329,995	116,845①	332,788
1954	21,642	32,004	10,729	388,234	106,300①	267,604
1955	26,860	40,455	9,333	380,849	124,120①	349,249
1956	21,920	36,000	9,770	250,000	127,560	318,980
1957	27,590	28,700	10,030	407,200	140,630	310,000
1958	28,600	15,000	10,100	353,000	135,000	360,000
1959③	30,000	—②	11,000	405,000	145,000	315,000

Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1948	33,077	11,237	25,797	7,168	159,675	88,144
1949	45,920	15,642	25,648	9,333	92,474	82,282
1950	49,163	10,839	27,154	8,378	142,272	97,297
1951	54,744	9,921	17,527	9,589	210,526	86,458
1952	56,475	12,015	28,731	10,251	241,609	86,127
1953	50,486	9,149	36,266	9,002①	298,726	99,465
1954	55,703	14,587	37,515	12,713①	184,086	103,911
1955	53,940	12,860	26,308	11,795①	257,794	97,040
1956	50,530	11,340	34,950	7,030	215,000	106,210
1957	48,870	14,430	26,125	11,390	250,000	100,165
1958	47,070	14,780	22,540	12,270	240,000	101,200
1959③	50,000	15,000	29,700	12,220	190,000	96,000

①Including spelt. ②Not available. ③Preliminary.
Sources: 1948-1955—International Wheat Council.
1956-1959—U.S. Department of Agriculture.

TABLE XX

IMPORTS OF WHEAT AND FLOUR INTO SELECTED COUNTRIES FROM ALL SOURCES

Crop Years ①1947-48 to 1958-59

Crop Year	Belgium/ Luxembourg	Brazil	Denmark	France	Germany (West)	Italy
			(Thousand Bushels)			
1947-48	28,513	23,038	3,123	42,586	133,821	86,568
1948-49	26,382	30,203	3,601	25,022	117,800	85,466
1949-50	22,193	41,667	919	21,936	96,232	42,027
1950-51	35,678	52,727	2,058	8,194	89,287	47,583
1951-52	27,007	50,082	1,984	25,022	84,988	66,396
1952-53	25,721	51,845	3,123	15,175	83,776	45,636
1953-54	27,484	59,929	4,850	9,994	87,670	22,891
1954-55	25,096	59,378	13,963	8,047	106,006	18,813
1955-56	17,527	62,464	11,942	16,939	93,880	26,713
1956-57	18,489	57,067	8,135	65,874	117,999	19,816
1957-58	15,752	46,055	5,629	9,384	96,243	13,922
1958-59②	18,093	75,229	5,846	20,150	89,331	2,892

Crop Year	Japan	Netherlands	Sweden	Switzerland	Turkey	United Kingdom
			(Thousand Bushels)			
1947-48	35,384	28,256	5,181	15,800	—	194,595
1948-49	59,745	29,395	2,352	13,522	331	210,762
1949-50	75,178	20,760	1,470	12,346	12,236	172,659
1950-51	57,357	25,647	4,924	16,829	1,543	152,670
1951-52	62,097	32,702	8,708	12,383	3,932	182,506
1952-53	45,378	33,033	9,002	13,264	—	174,569
1953-54	86,972	34,098	1,139	15,506	37	143,888
1954-55	72,018	30,020	441	13,705	6,246	188,899
1955-56	83,408	33,437	2,241	9,921	3,454	193,051
1956-57	87,928	33,863	2,168	21,414	11,163	183,586
1957-58	89,541	37,578	4,982	13,492	10,722	187,830
1958-59②	90,287	44,559	7,092	11,879	—	194,753

①July-June year. ②Subject to revision.

Source: Food and Agricultural Organization of the United Nations—World Imports of Wheat and Wheat Flour.

TABLE XXI

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 1 NORTHERN WHEAT BASIS IN STORE FORT WILLIAM/PORT ARTHUR OR VANCOUVER

Crop Years 1943-44 to 1958-59

Crop Year	Initial Payment	Adjustment Payment	Interim Payment	Final Payment①	Total Realized Price①
			(Dollars per Bushel)		
1943-44	1.25	—	—	.123	1.373
1944-45	1.25	—	—	.189	1.439
1945-46	1.25	.50	—	.084	1.834
1946-47	1.35	.40	—	.084	1.834
1947-48	1.35	.40	—	.084	1.834
1948-49	1.55	.20	—	.084	1.834
1949-50	1.75	—	—	.084	1.834
1950-51	1.40	.20	—	.258	1.858
1951-52	1.40	.20	—	.236	1.836
1952-53	1.40	.20	.12	.099	1.819
1953-54	1.40	—	.10	.064	1.564
1954-55	1.40	—	.10	.151	1.651
1955-56	1.40	—	.10	.109	1.609
1956-57	1.40	—	.10	.088	1.588
1957-58	1.40	—	.10	.121	1.621
1958-59 ②	1.40	—	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. Levy.

②Pool account not closed out at date of report.

TABLE XXII

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 2 CANADA WESTERN OATS BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1958-59

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
1949-50	65	—	19.1	84.1
1950-51	65	10	9.8	84.8
1951-52	65	—	18.8	83.8
1952-53	65	—	9.1	74.1
1953-54	65	—	5.5	70.5
1954-55	65	7	8.7	80.7
1955-56	65	—	14.8	79.8
1956-57	65	—	—	65.0
1957-58	60	—	7.4	67.4
1958-59 ②	60	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

②Pool account not closed out at date of report.

TABLE XXIII

SCHEDULE OF CANADIAN WHEAT BOARD PAYMENTS FOR No. 3 CANADA WESTERN 6-ROW BARLEY BASIS IN STORE FORT WILLIAM/PORT ARTHUR

Crop Years 1949-50 to 1958-59

Crop Year	Initial Payment	Adjustment Payment	Final Payment①	Final Realized Price①
		(Cents per Bushel)		
1949-50	93	—	58.0	151.0
1950-51	93	20	21.1	134.1
1951-52	96	20	13.3	129.3
1952-53	96	15	13.5	124.5
1953-54	96	—	10.0	106.0
1954-55	96	10	4.5	110.5
1955-56	96	—	12.8	108.8
1956-57	96	—	6.0	102.0
1957-58	96	—	7.3	103.3
1958-59 ②	96	—	—	—

①Final payment and final realized price after deduction of Board operating costs, but prior to deduction of P.F.A.A. levy.

②Pool account not closed out at date of report.

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Report.
Supplementary report (1958)

SUPPLEMENTARY REPORT OF

THE CANADIAN WHEAT BOARD

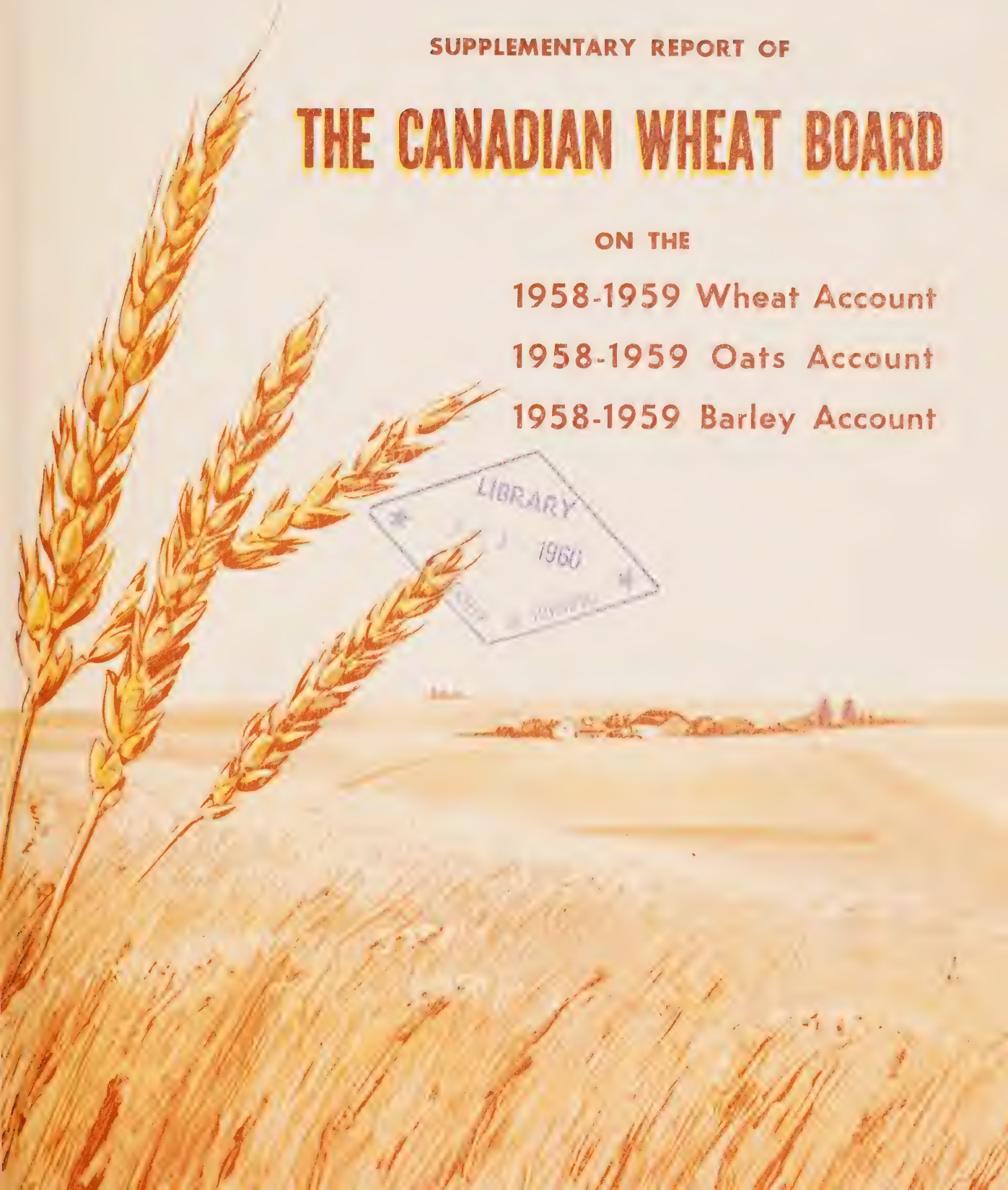
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1958-1959 Wheat Account

1958-1959 Oats Account

1958-1959 Barley Account

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Supplementary Report of The Canadian Wheat Board on the 1958-59 Pool Accounts—Wheat, Oats and Barley

The HONOURABLE GORDON CHURCHILL,
Minister of Trade and Commerce,
OTTAWA, Canada.

Sir:

The Annual Report of The Canadian Wheat Board for 1958-59 included financial statements relevant to the operations of the 1958-59 Wheat, Oats and Barley Accounts for the period from August 1, 1958 to July 31, 1959. The 1958-59 Pool Account for Wheat was closed as at May 20, 1960, and the 1958-59 Oats and Barley Pool Accounts were closed as at March 4, 1960. We submit herewith the final operating statements applicable to these Pools.

1958-59 Pool Account—Wheat

1. Receipts and Disposition

RECEIPTS

Receipts of wheat in the 1958-59 Pool were 508,673,837.5 bushels.* This total included 366,994,151.9 bushels delivered by producers between August 1, 1958 and July 31, 1959; an additional 1,914,908.2 bushels acquired from other than producers; and 139,764,777.4 bushels transferred from the 1957-58 Pool to the 1958-59 Pool as at May 15, 1959.

DISPOSITION OF STOCKS

The disposition of stocks of wheat in the 1958-59 Pool, including completed sales, weight losses in transit and in drying, and stocks transferred from the 1958-59 Pool to the 1959-60 Pool as at May 20, 1960, is shown in the following table:

	Bushels
Domestic sales	68,692,434.5
Export sales on a Class II basis	96,886,890.7
Export sales under the terms of the International Wheat Agreement	194,570,003.3
Weight losses in transit and in drying	28,672.8
	360,178,001.3
Transfer to the 1959-60 Pool Account—Wheat	148,495,836.2
Total	508,673,837.5

Export and domestic sales (including weight losses) from the 1958-59 Pool amounted to 508,673,837.5 bushels. Of the export sales, 194,570,003.3 bushels were sold under the terms of the International Wheat Agreement. Domestic sales were 68,692,434.5 bushels.

*Total receipts were adjusted upward by 396,616.5 bushels as compared with receipts shown on Page 7 of the Annual Report of The Canadian Wheat Board for 1958-59.

Priced open sales contracts and unsold stocks in the Pool as at May 20, 1960 were transferred to the 1959-60 Pool Account. The transfer was authorized by Order in Council P.C. 1960-809, June 14, 1960.

The following table shows the principal grades of wheat transferred to the 1959-60 Pool Account as at May 20, 1960:

GRADE (Including Toughs and Damps)	Bushels
No. 2 Manitoba Northern	86,136,815.4
No. 3 Manitoba Northern	36,284,129.6
No. 4 Manitoba Northern	6,345,156.5
No. 2 C.W. Amber Durum	3,688,923.2
No. 3 C.W. Amber Durum	4,629,502.5
Extra No. 4 C.W. Amber Durum	609,819.3
No. 4 C.W. Amber Durum	917,680.3
Other grades	9,883,809.4
Total	148,495,836.2

Stocks transferred from the 1958-59 Pool to the 1959-60 Pool amounted to 148,495,836.2 bushels. Of these stocks, 38,848,074.7 bushels were covered by priced open sales contracts and were transferred to the 1959-60 Pool at contract prices. Remaining unsold stocks in the amount of 109,647,761.5 bushels (including unpriced open sales contracts) were transferred to the 1959-60 Pool at the Board's quoted prices as at the close of business on May 20, 1960. In pricing unsold stocks of wheat the Board estimated the volume of these stocks which would be sold basis Board quoted prices (a) in store Fort William/Port Arthur; (b) in store Vancouver; and (c) in store Churchill. On the basis of this estimate unsold stocks of wheat were transferred at the Board's quoted prices for these three positions. In respect to the transfer the Board did not consider it necessary to make provision for subsequent market risk. Carrying charges subsequent to the date of transfer were fully provided for from funds allocated to the 1959-60 Pool under the Temporary Wheat Reserves Act.

2. *1958-59 Pool Account—Wheat*

The following table shows the operating results of the 1958-59 Pool Account from August 1, 1958 to the closing date of the Pool, May 20, 1960:

	Bushels	
1. Wheat acquired by the Board:		
(a) Producers' deliveries, August 1, 1958 to July 31, 1959	366,994,151.9	
(b) Purchases from 1957-58 Pool Account	139,764,777.4	
(c) Wheat otherwise acquired ①	1,914,908.2	
Total wheat acquired	508,673,837.5	
	(Value)	(Value)
2. Cost of wheat acquired		$704,295,884.29
3. Proceeds of sales—August 1, 1958 to May 20, 1960	$554,419,883.96	
Sales value of stocks transferred to the 1959-60 Pool Account as at May 20, 1960 ②	246,470,435.69	800,890,319.65
4. Gross surplus as at May 20, 1960		96,594,435.36
5. Operating costs—August 1, 1958 to May 20, 1960:		
(a) Carrying charges on wheat stored in country elevators	45,459,739.84	
(b) Storage on wheat stored in terminal elevators	10,985,187.09	
(c) Net interest paid on Agency wheat stocks	4,892,350.69	
	61,337,277.62	
Less: Carrying charges received under the Temporary Wheat Reserves Act	42,959,442.41	
Net carrying charges paid	18,377,835.21	
(d) Bank interest, Board inter-account interest, exchange and bank charges	4,180,073.88	
(e) Additional freight (net)	17,241.81	
(f) Handling, stop-off and diversion charges	441,323.23	
(g) Drying charges	39,145.38	
(h) Administrative and general expenses	2,244,219.91	25,299,839.42
6. Surplus on operations of the Board on 1958-59 Pool Account—Wheat, for the period August 1, 1958 to May 20, 1960		$ 71,294,595.94

①Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices, basis in store Fort William/Port Arthur or Vancouver.

②For details of transfer see Page 1.

3. *Application of the Temporary Wheat Reserves Act*

In each crop year during the effective period of the legislation, the Government of Canada provides funds for carrying charge purposes to the extent that the quantity of wheat upon which the Board is paying carrying charges on August 1st of each crop year is in excess of 178 million bushels on the basis of the carrying charge rates in effect immediately prior to August 1st of each crop year. On August 1, 1959 the quantity of wheat upon which the Board was paying carrying charges was 416,894,745.5 bushels.* This figure exceeded the basic stocks of 178,000,000.0 bushels by 238,894,745.5 bushels. Therefore, during the crop year 1959-60 the Government of Canada paid carrying charges on the latter quantity of wheat. The rate of carrying charges paid was .04987 cent per bushel per day. Funds paid or to be paid to the Board under the Temporary Wheat Reserves Act during the crop year 1959-60 amount to $43,604,072.28. The Board recommended and the Governor in Council approved (Order in Council P.C. 1960-835, June 17, 1960) the following allocation of these funds between the two operating Pool Accounts:

1958-59 Pool Account	$32,410,770.86
1959-60 Pool Account	11,193,301.42
Total	$43,604,072.28

The allocation of funds in 1959-60 was made on the same basis as in the previous crop year. Since stocks of wheat in the 1958-59 Pool remained in excess of 238,894,745.5 bushels from August 1, 1959 to February 4, 1960, all funds accrued under the Temporary Wheat Reserves Act were applied to the 1958-59 Pool Account between these dates. From February 5, 1960 to the date of the closing of the 1958-59 Pool Account on May 20, 1960 funds were allocated to the 1958-59 Pool on the basis of its average wheat stocks for this period in relation to the total wheat stocks upon which carrying charges were paid under the Act. Subsequent to May 20, 1960 and up to July 31, 1960 all funds received under the Act are for the account of the 1959-60 Pool Account.

The 1958-59 Wheat Account received the following allocations under the Temporary Wheat Reserves Act:

Crop year 1958-59	$10,548,671.55
Crop year 1959-60	32,410,770.86
Total	$42,959,442.41

From August 1, 1955 to July 31, 1960 funds provided under the Temporary Wheat Reserves Act have been allocated to Pool Accounts for wheat in the following amounts:

1954-55 Pool Account	$ 23,230,623.04
1955-56 Pool Account	29,191,306.19
1956-57 Pool Account	33,137,106.47
1957-58 Pool Account	39,574,057.35
1958-59 Pool Account	42,959,442.41
1959-60 Pool Account	11,193,301.42
Total	$179,285,836.88

4. *Surplus for Distribution to Producers*

As shown in the operating statement on Page 2, the surplus on the 1958-59 Pool Account—Wheat, as at May 20, 1960 was $71,294,595.94 before providing for the interim payment authorized by Order in Council P.C. 1960-176, February 12, 1960.

The interim payment involved the distribution of $36,699,415.19 and was in the amount of 10 cents per bushel on all grades of wheat delivered by producers to the 1958-59 Pool.

After allowing for the interim payment, the Prairie Farm Assistance Act levy on the interim and final payments, the cost of issuing the final payment, and estimated interest earnings subsequent to May 20, 1960, the net final surplus for distribution to producers was $33,919,322.24 as shown in the following table:

Surplus on operations of the Board as at May 20, 1960		$71,294,595.94
Deduct: Interim payment		36,699,415.19
		34,595,180.75
Deduct: Prairie Farm Assistance Act levy	$713,320.58	
Cost of issuing final payment	156,602.68	869,923.26
		33,725,257.49
Add: Estimated additional interest earned from May 20, 1960 to date of distribution		194,064.75
Balance for final distribution to producers		$33,919,322.24

On producers' deliveries of 366,994,151.9 bushels, the average final payment was 9.2425 cents per bushel. The distribution of final payment cheques to producers was authorized by Order in Council P.C. 1960-810, June 14, 1960.

*Confirmed by Order in Council P.C. 1959-1600, December 18, 1959.

5. *Comments on the 1958-59 Pool Account—Wheat*

Operating costs incurred by the Board in the period from August 1, 1958 to May 20, 1960 applicable to the 1958-59 Pool were $25,299,839.42, after crediting funds paid to the Board by the Government of Canada under the provisions of the Temporary Wheat Reserves Act. Operating costs consisted of the following:

(a) *Carrying Charges—$18,377,835.21.*

Total carrying charges incurred by the Board, including storage and interest charges on wheat in country and terminal elevators and in mill positions were $61,337,277.62. These carrying charges amounted to 16.7134 cents per bushel on producers' marketings of 366,994,151.9 bushels. Of the funds received from the Government of Canada under the Temporary Wheat Reserves Act, the sum of $42,959,442.41 was allocated to the 1958-59 Pool Account, or the equivalent of 11.7058 cents per bushel on producers' deliveries to the Pool. After applying these funds the actual carrying charges paid by the Board for producers' account amounted to $18,377,835.21 or 5.0076 cents per bushel.

(b) *Net Interest, Exchange and Bank Charges, etc.—$4,180,073.88*

This item comprises bank interest, exchange and bank charges, and interest paid to or received from other Board accounts.

(c) *Additional Freight (Net)—$17,241.81*

This item consists chiefly of additional freight paid on wheat shipped from Saskatchewan stations to the Pacific Coast against the Fort William/Port Arthur freight differential and on low-grade wheat shipped from Alberta stations to the Lakehead. The item also includes freight credits on wheat shipped to Churchill.

(d) *Handling, Stop-Off and Diversion Charges—$441,323.23*

These charges were incurred in shipping wheat to interior terminals for storage and in diverting wheat for shipment to Churchill.

(e) *Administrative and General Expenses—$2,244,219.91*

Administrative and general expenses of the Board applicable to the 1958-59 Pool Account were the equivalent of .6115 cent per bushel on producers' marketings of 366,994,151.9 bushels.

6. *Realized Prices*

The following table shows initial payments, interim payments, final payments and total prices realized by producers for the principal grades of wheat delivered to the 1958-59 Pool Account basis in store Fort William/Port Arthur or Vancouver, after deduction of net operating costs, including carrying charges, interest and administrative expenses:

Red Spring Wheat Grades	① Initial Payment	① Interim Payment	① Final Payment	① Realized Price
	(dollars per bushel)			
No. 1 Manitoba Northern	1.40	.10	.09569	1.59569
No. 2 Manitoba Northern	1.36	.10	.10069	1.56069
No. 3 Manitoba Northern	1.32	.10	.06507	1.48507
No. 4 Manitoba Northern	1.25	.10	.05161	1.40161
No. 5 Wheat	1.08	.10	.19846	1.37846
No. 6 Wheat	1.02	.10	.24867	1.36867
Feed Wheat	.96	.10	.28726	1.34726

Amber Durum Grades	① Initial Payment	① Interim Payment	① Final Payment	① Realized Price
	(dollars per bushel)			
No. 1 C.W. Amber Durum	1.40	.10	.18192	1.68192
No. 2 C.W. Amber Durum	1.36	.10	.17055	1.63055
No. 3 C.W. Amber Durum	1.32	.10	.12847	1.54847
Extra No. 4 C.W. Amber Durum	1.29	.10	.15472	1.54472
No. 4 C.W. Amber Durum	1.25	.10	.07886	1.42886
No. 5 C.W. Amber Durum	1.08	.10	.19846	1.37846
No. 6 C.W. Amber Durum	1.02	.10	.24867	1.36867

①Prior to deduction of Prairie Farm Assistance Act levy.

7. *Board Quoted Prices—1958-59 Pool*

The selling operations of the 1958-59 Pool extended from May 18, 1959* to May 20, 1960 and as in the case of previous Pools the Board during this period continued to quote separate selling prices for wheat basis in store Fort William/Port Arthur, basis in store Pacific Coast ports and basis in store Churchill. The following table shows monthly average Board asking prices for No. 1 Northern Wheat basis in store the positions as indicated for the marketing period of the 1958-59 Pool:

	Monthly Average Asking Prices		
		No. 1 Northern	
	Ft. Wm./Pt. Ar.	Vancouver	Churchill
		(dollars per bushel)	
May 18-31, 1959	1.67 7/8	1.76 1/4	1.75 1/4
June	1.67 3/8	1.75 3/4	1.74 3/4
July	1.67 1/8	1.75 1/2	1.74 1/2
August	1.65 3/4	1.74 1/8	1.73 1/8
September	1.64 3/4	1.73 1/8	1.72 1/8
October	1.64 1/8	1.72 1/2	1.71 1/2
November	1.64 5/8	1.72 1/4	1.73 1/4
December	1.65 3/8	1.71 1/4	1.73 5/8
January, 1960	1.66	1.71 1/2	1.74 1/4
February	1.65 3/4	1.70 5/8	1.74
March	1.64 3/4	1.69 7/8	1.71 7/8
April	1.66 3/8	1.71 1/2	1.73 7/8
May 1-20	1.67	1.73 1/2	1.75 1/4

Throughout the period of marketing operations of the 1958-59 Pool the pricing of wheat by the Board followed a trend similar to that which existed during the selling period of the preceding Pool. In respect to wheat in store Vancouver and Churchill, the Board's asking prices continued to reflect the lower forwarding costs to destinations overseas as compared to shipments from the Lakehead via St. Lawrence ports. The foregoing table shows that the fluctuations in the Board's asking prices for No. 1 Northern Wheat basis in store the three positions as noted were within a narrow range during the period under review and were related chiefly to changes in the exchange value of the Canadian dollar.

Resulting from the opening of the St. Lawrence Seaway the Board extended its pricing policy to include daily quotations for wheat c.i.f. St. Lawrence ports and to provide for the quotation of prices at intermediate Seaway ports as required. This policy was continued throughout the selling period of the 1958-59 Pool.

During the same period the Board also continued to export flour adjustment policy which resulted in a charge to the 1958-59 Pool Account of $3,565,552.40.

As in the case of the previous Pool the Board by regulation of the Governor in Council was required to sell wheat in the domestic market at the same price at which it sold wheat for export for registration under the International Wheat Agreement.

In the selling period of the 1958-59 Pool, market conditions had a much broader effect on the Board's asking prices for grades of Amber Durum Wheat as compared to the asking prices for the corresponding grades of Red Spring Wheat. The following table shows monthly average Board prices for No. 1 Canada Western Amber Durum, together with the high and low prices recorded monthly for the period from May 18, 1959 to May 20, 1960. All prices are basis in store Fort William/Port Arthur.

	High	Low	Average
		(dollars per bushel)	
May 18-31, 1959	1.90 1/4	1.89 5/8	1.89 7/8
June	1.89 7/8	1.88 1/2	1.89 3/8
July	1.89 3/8	1.82 1/8	1.86 1/8
August	1.82 1/4	1.80 5/8	1.81 3/8
September	1.81 1/2	1.75	1.80 1/4
October	1.75 3/8	1.74 3/4	1.75 1/8
November	1.76 5/8	1.74 7/8	1.75 5/8
December	1.78	1.75 5/8	1.76 7/8
January, 1960	1.78 3/8	1.77 3/4	1.78
February	1.77 7/8	1.77 1/2	1.77 3/4
March	1.77 1/2	1.75 3/8	1.76 1/2
April	1.78 5/8	1.76 1/2	1.77 7/8
May 1-20	1.80 7/8	1.78 3/8	1.79 1/2

*The 1957-58 Pool Account was closed on May 15, 1959.

As shown by the preceding table the Board's asking price for No. 1 Canada Western Amber Durum Wheat declined steadily from May, 1959 to October, 1959, but recovered moderately during the latter part of the marketing period of the 1958-59 Pool. During the period under review the Board's asking prices for grades of Amber Durum Wheat were the same for sales in the domestic market, for export sales on a Class II basis and for export sales under the International Wheat Agreement.

The range of Board asking prices for the principal grades of Durum Wheat during the period of marketing operations of the 1958-59 Pool is set forth in the following table:

	Range of Board Asking Prices	
	High	Low
	(dollars per bushel)	
No. 2 C.W. Amber Durum	1.87¼	1.68¾
No. 3 C.W. Amber Durum	1.73¼	1.61⅞
Extra No. 4 C.W. Amber Durum	1.73¼	1.60⅞
No. 4 C.W. Amber Durum	1.64⅞	1.46⅛

There was a substantial increase in the sale of Durum Wheat in export markets during the selling period of the 1958-59 Pool, but sales of Durum Wheat in the domestic market remained virtually unchanged from the previous Pool. Total sales of Durum Wheat in export and domestic markets credited to the 1958-59 Pool amounted to 26.1 million bushels and consisted principally of the grades No. 2, No. 3, Extra No. 4 and No. 4 Canada Western Amber Durum. In the preceding Pool total Durum sales were 19.4 million bushels which also consisted principally of the four grades mentioned above. However, although there was a substantial increase in the exportation of Durum Wheat during the period under review, stocks in Canada continued to exceed normal market requirements.

8. *Exports*

The following table shows the exports of Canadian wheat and flour for the period from May, 1959 to April, 1960 which corresponds approximately to the selling period of the 1958-59 Pool Account, together with comparative figures for the preceding Pool, as revised:

	1959-60 ①	1958-59
	(million bushels)	
May, 1959	32.6	39.0
June	30.9	30.9
July	19.8	25.7
August	24.4	25.8
September	25.6	18.5
October	26.2	29.4
November	32.7	25.7
December	24.3	23.5
January, 1960	16.3	21.3
February	19.1	21.7
March	19.7	22.6
April	17.9	22.7
Total	289.5	306.8

①Subject to revision.

Exports of wheat (including flour) for the period from May, 1959 to April, 1960 were 289.5 million bushels as compared to 306.8 million for the corresponding period in 1958-59, or a decrease of 17.3 million bushels. In the period from May, 1959 to December, 1959 the volume of exports reached approximately the same level for the corresponding period in the preceding year. Most of the decline in exports occurred in the last four months of the marketing period of the 1958-59 Pool Account.

9. *General Comment*

There have been two dominant features in the world wheat picture during the period under review; production in 1959 remained at a high level, and competition for markets increased in intensity.

World production of wheat, at 8,095 million bushels, was below the record levels of 1958, but remained well above the average of 7,454 million bushels for the ten-year period, 1950-59. Production declined slightly in North America, South America and Asia, but increases were realized in all Western European countries except Portugal and Italy. Total Western European production in 1959, at 1,415 million bushels, was approximately 200 million bushels above the ten-year average and resulted in lower import requirements in these major commercial markets.

In the United States, wheat production declined from 1,462 million bushels in 1958 to 1,128 million bushels in 1959, but in spite of this the carryover of American wheat at July 1, 1960 is expected to be up by some 40 million bushels over the previous year. Argentina and Australia, the other two traditional competitors for the world's wheat markets, harvested near-normal crops.

During the 1958-59 crop year, and in subsequent months, the U.S.S.R. has continued efforts to increase her trade in wheat. Russian exports have been concentrated in the Eastern European area, but in addition she has had some success in those western markets where quality is not a prime consideration. As a result of internal policies which have stimulated wheat production beyond domestic needs, other countries such as Italy, Spain, Sweden and even Greece, have exported wheat during the period under review. These periodic exporters have increased competition for available markets and in many instances have tied their sales to direct bilateral trade arrangements.

During the period under review the United States has continued and intensified wheat disposal activities, particularly in underdeveloped countries. While United States exports have shown an increase in total, her sales on a commercial basis have actually declined.

In spite of these competitive factors Canada has been able to maintain her level of commercial sales to a large degree. The United Kingdom has

continued to be Canada's largest market for wheat by a wide margin. Japan has maintained her position as our Number Two customer with a new record of wheat purchases. Germany remains our third largest customer, although increased production and import policy in that country has resulted in reduced sales during the current period. In general, our traditional commercial markets have continued to be a good customers for high quality Canadian wheat. Notwithstanding Canada's success in maintaining the level of exports to traditional commercial markets, it is necessary to increase our sales to fringe markets if total exports are to reach desired levels and our supply position is to be resolved. For the most part such markets are in underdeveloped and financially troubled countries, to whom non-commercial wheat transactions are most attractive and are available, in increasing degree, from some of our export competitors.

1958-59 Pool Account—Oats

1. Receipts and Disposition

RECEIPTS

Receipts of oats in the 1958-59 Oats Pool were 52,836,722.8 bushels.* This total included 38,747,593.9 bushels delivered by producers from August 1, 1958 to July 31, 1959; an additional 13,959.1 bushels acquired from other than producers; and 14,075,169.8 bushels transferred from the 1957-58 Pool Account to the 1958-59 Pool Account.

DISPOSITION OF STOCKS

Completed sales from the 1958-59 Pool Account from August 1, 1958 to March 4, 1960 were 47,525,287.0 bushels. At March 4, 1960 unsold stocks of oats in the 1958-59 Pool amounted to 5,311,435.8 bushels, of which 4,169,000.0 bushels were covered by sales of futures. These stocks and futures contracts were transferred to the 1959-60 Pool Account in accordance with the provisions of Section 29 of the Canadian Wheat Board Act. Stocks of cash oats were transferred at the Board's quoted prices for the grades concerned on the closing date of the Pool; namely, March 4, 1960, less 1½ cents per bushel for subsequent carrying charges. Futures were transferred on the basis of market closing quotations for the relevant futures on March 4, 1960. The transfer was approved by Order in Council P.C. 1960-435, March 31, 1960.

2. 1958-59 Pool Account—Oats

The following table shows the operating results of the 1958-59 Pool Account from August 1, 1958 to the closing of the Pool, March 4, 1960:

	Bushels	
1. Oats acquired by the Board:		
(a) Producers' deliveries, August 1, 1958 to July 31, 1959	38,747,593.9	
(b) Oats otherwise acquired ①	13,959.1	
(c) Purchased from 1957-58 Pool Account—Oats	14,075,169.8	
Total oats acquired	52,836,722.8	
	(Value)	(Value)
2. Cost of oats acquired		$31,548,822.74
3. Proceeds of sales—August 1, 1958 to March 4, 1960	$34,977,686.75	
Transferred to 1959-60 Pool Account as at March 4, 1960 ②	3,862,789.80	38,840,476.55
4. Gross surplus as at March 4, 1960		7,291,653.81
5. Operating costs—August 1, 1958 to March 4, 1960:		
(a) Carrying charges, including terminal storage	3,816,754.94	
(b) Interest and bank charges	127,884.19	
(c) Freight recovery on export oats	(62,504.03)	
(d) Brokerage and Clearing Association charges	9,644.43	
(e) Administrative and general expenses	195,413.35	4,087,192.88
6. Surplus on operations of the Board on 1958-59 Pool Account—Oats, for the period August 1, 1958 to March 4, 1960		$ 3,204,460.93

*Pool receipts were adjusted upward by 9,600.7 bushels as compared with receipts shown on Page 19 of the Annual Report of The Canadian Wheat Board for 1958-59.

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see above.

3. *Operating Costs*

Net operating costs applicable to the 1958-59 Oats Pool, including carrying charges, amounted to $4,087,192.88.

The principal item in operating costs was carrying charges of $3,816,754.94, or 9.8503 cents per bushel on producers' deliveries. Interest and bank charges were $127,884.19. Administrative costs totalled $195,413.35, or .5043 cent per bushel. Brokerage and Clearing Association charges were $9,644.43. Freight recoveries on oats shipped to Pacific Coast ports for export amounted to $62,504.03.

4. *Surplus for Distribution to Producers*

The surplus in the 1958-59 Oats Pool for distribution to producers was as follows:

Surplus on operations of the Board as at March 4, 1960		$3,204,460.93
Deduct: Prairie Farm Assistance Act levy	$31,851.70	
Cost of issuing final payment	37,266.37	69,118.07
		3,135,342.86
Add: Additional interest earned after March 4, 1960		17,975.71
Surplus for final distribution to producers		$3,153,318.57

As shown by the preceding table the final surplus for distribution to producers amounted to $3,153,318.57. On producers' marketings of 38,747,593.9 bushels, the average final payment was 8.138 cents per bushel.

The following table shows initial payments, final payments and prices realized by producers (basis in store Fort William/Port Arthur) for the principal grades of oats delivered to the Board in 1958-59 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
		(cents per bushel)	
No. 2 Canada Western	60	9.465	69.465
No. 3 Canada Western	57	8.120	65.120
Extra No. 1 Feed	57	7.530	64.530
No. 1 Feed	55	8.402	63.402
No. 2 Feed	50	9.770	59.770
No. 3 Feed	45	12.238	57.238

The final payment on the 1958-59 Oats Pool was approved by Order in Council P.C. 1960-436, March 31, 1960. The issuance of the final payment cheques to producers commenced on April 4, 1960 and was completed on April 13, 1960.

①Prior to deduction of Prairie Farm Assistance Act Levy.

5. *Purchases and Sales*

The following table shows Board purchases and net sales of oats, by months, and stocks of oats held by the Board at the end of each month for the account of the 1958-59 Pool:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1958	1,588,138.2	—	1,588,138.2
September	5,917,987.4	2,164.4	7,503,961.2
October	3,269,048.0	1,064,863.7	9,708,145.5
November	3,031,975.2	10,430.0	12,729,690.7
December	1,637,448.7	118,775.4	14,248,364.0
January, 1959	1,187,980.5	566,073.9	14,870,270.6
February	16,195,745.5 ①	10,556,784.7 ①	20,509,231.4
March	2,780,540.1	1,128,596.3	22,161,175.2
April	2,153,595.7	1,088,873.1	23,225,897.8
May	1,860,068.9	1,336,696.0	23,749,270.7
June	3,105,106.2	1,497,147.0	25,357,229.9
July	10,109,088.4	6,184,826.2	29,281,492.1
August	—	8,625,952.3	20,655,539.8
September	—	358,776.2	20,296,763.6
October	—	15,704,048.2	4,592,715.4
November	—	3,222,995.0	1,369,720.4
December	—	135,681.9	1,234,038.5
January, 1960	—	34,822.7	1,199,215.8
February	—	16,018.2	1,183,197.6
March 1-4	—	1,183,197.6 ②	—
	52,836,722.8	52,836,722.8	

During the month of August, 1958 all sales were for the account of the 1957-58 Pool. From September, 1958 through February, 1959 the bulk of the sales were made from the 1957-58 Pool Account. Sales were limited from March through June, 1959, but were relatively heavy during the summer and fall. Sales during December, 1959 and the first three months of 1960 were again light.

6. *Pricing*

The following table shows monthly average Board quotations for No. 1 Feed Oats, along with high and low prices recorded each month from March, 1959 to March 1-4, 1960. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(cents per bushel)		
March, 1959	72¼	70¾	71½
April	71¾	69¾	70¾
May	70¾	70¼	70½
June	70¼	69¼	69⅞
July	70¾	70	70⅛
August	73½	70¾	71⅞
September	73½	72½	73
October	81¼	73¼	77⅝
November	81¼	76½	79⅜
December	77¾	71¾	75½
January, 1960	77¾	76¾	77⅛
February	76½	74½	75½
March 1-4	74¾	74	74⅜

① Includes 14,075,169.8 bushels purchased from the 1957-58 Pool Account and the sale of 10,468,000.0 bushels of futures to the 1957-58 Pool Account.

② Includes 5,311,435.8 bushels sold to the 1959-60 Pool Account and the purchase of 4,169,000.0 bushels of futures from the 1959-60 Pool Account.

There was little fluctuation in the price level for oats from March, 1959 to the end of September, 1959. In October and November prices strengthened under the influence of a limited demand for oats for export to the United Kingdom, and a demand for domestic usage due to unfavourable harvesting conditions in Western Canada. During the months subsequent to November, 1959, to the closing of the 1958-59 Pool Account on March 4, 1960, Board quoted prices for oats declined but remained at a level above the prices experienced in the earlier months of the marketing period of the 1958-59 Pool Account.

7. General Comment

Marketing conditions during the selling period of the 1958-59 Oats Pool were similar to those of the 1957-58 Pool, and while price levels were moderately higher demand remained limited. The supply of oats in commercial positions exceeded export and domestic demand throughout the operations of the 1958-59 Oats Pool and this increased the total operating costs applicable to the 1958-59 Pool, including carrying charges which amounted to $4,087,192.88, or 10.548 cents per bushel basis producers' deliveries.

The increased operating costs on the 1958-59 Pool were more than offset by the higher prices for oats which prevailed during the marketing period and, consequently, the surplus for distribution to producers resulted in an average payment of 8.138 cents per bushel as compared to 3.582 cents per bushel for the 1957-58 Pool.

For the period from March, 1959 to February, 1960 exports of oats were 6.5 million bushels as compared to 14.9 million bushels for the same period in the previous year. The decline was largely in shipments to the United States and the United Kingdom. At the same time the rate of utilization of western oats in the domestic market declined moderately. The volume of oats delivered by producers to the Board for the account of the 1958-59 Pool was the smallest on record, offsetting the decline in utilization.

During the selling period of the 1958-59 Pool a marked reduction was effected in commercial stocks of oats, but the farm stocks of oats as estimated by the Dominion Bureau of Statistics on March 31, 1960, in the amount of 135.0 million bushels remained unchanged from the estimate on the same date in the previous year. These stocks included oats for seed and substantial quantities required for feeding purposes on farms, in addition to supplies available for marketing.

Of total sales of 52,836,722.8 bushels, 33,852,000.0 bushels were sold in the futures market.

1958-59 Pool Account—Barley

1. Receipts and Disposition

RECEIPTS

Receipts of barley in the 1958-59 Pool were 129,052,647.1 bushels.* This total included 122,389,605.8 bushels delivered by producers between August 1, 1958 and July 31, 1959; an additional 2,209.0 bushels received from other than producers; and 6,660,832.3 bushels transferred from the 1957-58 Pool as at February 27, 1959.

DISPOSITION OF STOCKS

Sales of barley from the 1958-59 Pool Account and weight losses in drying amounted to 114,748,344.7 bushels and 32,964.6 bushels, respectively, leaving 14,271,337.8 bushels of unsold stocks to be transferred to the 1959-60 Pool Account in accordance with the provisions of Section 29 of the Canadian Wheat Board Act. These latter stocks consisted principally of No. 1 Feed, No. 2 Feed and No. 3 Feed Barley. Of the total transfer, 11,703,000.0 bushels were covered by sales of futures. Stocks of cash barley were transferred as at the close of business on March 4, 1960 on the basis of the Board's quoted prices for the grades concerned, less 1½ cents per bushel for subsequent carrying charges. Futures were transferred on the basis of market closing quotations for the relevant futures on March 4, 1960. The transfer was approved by Order in Council P.C. 1960-435, March 31, 1960.

2. 1958-59 Pool Account—Barley

The following table shows the operating results of the 1958-59 Pool Account from August 1, 1958 to the closing date of the Pool, March 4, 1960:

	Bushels	
1. Barley acquired by the Board:		
(a) Producers' deliveries, August 1, 1958 to July 31, 1959	122,389,605.8	
(b) Barley otherwise acquired ①	2,209.0	
(c) Purchased from 1957-58 Pool Account—Barley	6,660,832.3	
Total barley acquired	129,052.647.1	
	(Value)	(Value)
2. Cost of barley acquired		$116,084,601.01
3. Proceeds of sales—August 1, 1958 to March 4, 1960	$115,261,462.07	
Transferred to 1959-60 Pool Account as at March 4, 1960 ②	13,060,659.26	128,322,121.33
4. Gross surplus as at March 4, 1960		12,237,520.32
5. Operating costs—August 1, 1958 to March 4, 1960:		
(a) Carrying charges, including terminal storage	6,599,518.49	
(b) Interest and bank charges	188,991.84	
(c) Freight recovery on export barley	(723,062.60)	
(d) Diversion charges on export barley	122,630.03	
(e) Drying charges	49,837.15	
(f) Brokerage and Clearing Association charges	14,791.05	
(g) Administrative and general expenses	566,862.16	6,819,568.12
6. Surplus on operations of the Board on 1958-59 Pool Account—Barley, for the period August 1, 1958 to March 4, 1960		$ 5,417,952.20

*Pool receipts were revised upward by 15.7 bushels as compared with receipts shown on Page 23 of the Annual Report of The Canadian Wheat Board for 1958-59.

①Purchases from non-producers at the Board's initial prices basis in store Fort William/Port Arthur.

②For details of transfer see above.

3. *Operating Costs*

The principal item in operating costs was carrying charges of $6,599,518.49, or 5.392 cents per bushel on producers' deliveries to the Pool. Interest and bank charges amounted to $188,991.84. Diversion charges on barley shipped to the Pacific Coast for export totalled $122,630.03. Freight recoveries on these West Coast shipments were $723,062.60. Drying charges, and brokerage and Clearing Association charges were $49,837.15 and $14,791.05, respectively. Administrative and general expenses amounted to $566,862.16, or .4632 cent per bushel on producers' deliveries of 122,389,605.8 bushels.

Net operating costs applicable to the 1958-59 Barley Pool were $6,819,568.12.

4. *Surplus for Distribution to Producers*

The surplus in the 1958-59 Barley Pool for distribution to producers was as follows:

Surplus on operations of the Board as at March 4, 1960			$5,417,952.20
Deduct: Prairie Farm Assistance Act Levy		$53,893.97	
Cost of issuing final payment		66,741.00	120,634.97
			5,297,317.23
Add: Additional interest earned after March 4, 1960			38,185.43
Surplus for final distribution to producers			$5,335,502.66

As shown by the preceding table the final surplus for distribution to producers was $5,335,502.66. On producers' marketings of 122,389,605.8 bushels, the average final payment was 4.359 cents per bushel.

The following table shows initial payments, final payments and prices realized by producers (basis in store Fort William/Port Arthur) for the principal grades of barley delivered to the Board in 1958-59 after deducting Board operating costs, including carrying charges in country and terminal elevators and Board administrative expenses:

	① Initial Payment	① Final Payment	① Realized Price
		(cents per bushel)	
No. 2 C.W. Six-Row	98	4.681	102.681
No. 3 C.W. Six-Row	96	4.681	100.681
No. 4 C.W. Six-Row	88	4.401	92.401
No. 2 C.W. Two-Row	91	9.681	100.681
No. 3 C.W. Two-Row	88	6.048	94.048
No. 1 Feed	87	3.021	90.021
No. 2 Feed	83	5.851	88.851
No. 3 Feed	76	9.847	85.847
Tough No. 3 C.W. Six-Row	92	6.181	98.181
Tough No. 3 C.W. Two-Row	84	7.548	91.548
Tough No. 1 Feed	83	4.521	87.521
Tough No. 2 Feed	79	7.351	86.351
Tough No. 3 Feed	72	11.347	83.347

The final payment on the 1958-59 Barley Pool was approved by Order in Council P.C. 1960-436, March 31, 1960. The issuance of the final payment cheques to producers commenced on April 14, 1960 and was completed on April 22, 1960.

①Prior to deduction of Prairie Farm Assistance Act Levy.

5. *Purchases and Sales*

The following table shows Board purchases and net sales of barley, by months, and stocks of barley held by the Board at the end of each month for the account of the 1958-59 Pool:

	Purchases	Sales	Unsold Stocks
		(bushels)	
August, 1958	619,497.4	11,494,081.2	(10,874,583.8)
September	6,918,202.2	3,791,870.2	(7,748,251.8)
October	9,599,516.4	5,175,936.9	(3,324,672.3)
November	9,987,616.7	6,273,534.3	389,410.1
December	12,237,941.9	298,617.5	12,328,734.5
January, 1959	11,128,856.5	12,003,355.9	11,454,235.1
February	15,830,274.3 ①	12,165,912.1 ①	15,118,597.3
March	9,419,735.5	7,183,447.0	17,354,885.8
April	6,644,022.9	2,178,674.6	21,820,234.1
May	6,859,074.9	1,848,616.6	26,830,692.4
June	11,373,138.7	3,850,360.5	34,353,470.6
July	28,430,970.7	17,739,201.3	45,045,240.0
August	—	16,749,086.2	28,296,153.8
September	—	2,708,476.0	25,587,677.8
October	—	20,247,200.4	5,340,477.4
November	—	1,643,316.5	3,697,160.9
December	—	560,135.2	3,137,025.7
January, 1960	—	353,220.6	2,783,805.1
February	—	204,677.5	2,579,127.6
March 1-4	—	2,579,127.6 ②	—
	129,048,848.1	129,048,848.1	

As in previous Pools, the marketing of barley was divided into two categories; one involving the merchandising of barley for malting and other industrial uses, and the other dealing with the merchandising of feed barley delivered to the Pool.

Barley accepted as suitable for malting, pearling or other industrial uses is normally merchandised in the crop year in which it is marketed by producers. There was a decline in the demand for barley for malting purposes from the United States, but the demand for malting barley for domestic usage remained at a relatively high level. The decline in demand from the United States resulted from the fact that barley production in the Midwestern States was exceptionally high in malting qualities and, therefore, acceptable to the malting and brewing industries of that country. However, despite the decline in the United States market, the demand for export and domestic malting barley still remained at a sufficiently high level to permit the Board to allow producers over-quota delivery privileges of one carlot of barley suitable for malting, provided a sample of such barley had been accepted by a maltster or a shipper on a premium basis. ③

During the period from August 1, 1958 to February 27, 1959 the market for feeding grades of barley continued in the main to be supplied from the 1957-58 Pool Account. Feeding grades of barley in the 1958-59 Pool Account came under sale in volume subsequent to the closing of the 1957-58 Barley Pool on February 27, 1959. The demand for feeding grades of barley for export and domestic utilization was maintained throughout the marketing period of the 1958-59 Pool at a level which permitted the Board to establish supplementary quotas for the delivery of these grades of barley by producers. ③ As shown by the preceding table substantial sales of barley were made in the months of March, July, August and October, 1959.

① Includes 6,660,832.3 bushels of cash grain purchased from the 1957-58 Pool Account and the sale of 6,661,000.0 bushels of futures to the 1957-58 Pool Account.

② Includes 14,271,337.8 bushels of cash grain sold to the 1959-60 Pool Account and the purchase of 11,703,000.0 bushels of futures from the 1959-60 Pool Account.

③ For details of barley delivery quotas for 1958-59, see Page 4 of the Annual Report of The Canadian Wheat Board for the crop year 1958-59.

6. Pricing

The following table shows monthly average quotations for No. 1 Feed Barley, together with high and low prices recorded each month from August 1, 1958 to March 1-4, 1960. All prices are basis in store Fort William/Port Arthur:

	High	Low	Average
	(cents per bushel)		
August, 1958	97	92¼	95
September	97¼	92	95⅛
October	98¾	96½	97¾
November	96¾	95¾	96⅜
December	97¼	95½	96⅜
January, 1959	99	96¾	97⅝
February	100	98	99⅛
March	100½	99	100
April	99½	96½	98⅜
May	97½	96¼	96¾
June	95¾	90¾	92⅝
July	91¼	90½	90⅞
August	94¾	91	93⅜
September	94¾	93¼	94
October	96¾	93¾	95½
November	97½	93½	95½
December	96½	92½	95½
January, 1960	97¼	95¾	96¾
February	97¼	94	95⅞
March 1-4	93¾	93¼	93½

Board quoted prices for No. 1 Feed Barley strengthened during the period from August 1, 1958 to March, 1959, but then followed a downward trend until the fall of 1959 when prices strengthened moderately due chiefly to the crop damage resulting from unfavourable harvesting conditions and to an improvement in the demand for barley.

7. General Comment

During the 1958-59 Pool a broad export demand for barley from overseas markets continued but there was a reduction in the demand for malting grades of barley from the United States. In the crop year 1958-59 total barley exports were 64.4 million bushels as compared to 75.1 million bushels for the previous crop year. Throughout the period of the 1958-59 Pool the United Kingdom constituted the largest export market for Canadian barley, followed by the United States and Japan.

Domestic sales of barley were well maintained throughout the selling period of the 1958-59 Pool.

The overseas marketing of barley continued to be very competitive. Canadian participation in export markets for feeding grades of barley depended upon competitive selling prices in respect to available supplies from other exporting countries and in respect to alternative feed grains.

Of total sales of 129,052,647.1 bushels, 56,286,000.0 bushels were sold in the futures market.

Statements of Operations and Auditors' Report

Following herewith are the final Statements of Operations for the 1958-59 Pool Account—Wheat, for the period from August 1, 1958 to May 20, 1960, and for the 1958-59 Pool Accounts—Oats and Barley, for the period from August 1, 1958 to March 4, 1960. These statements are preceded by the Auditors' Report.

All of which is respectfully submitted.

W. C. McNAMARA
Chief Commissioner

W. RIDDEL
Assistant Chief Commissioner

W. E. ROBERTSON
Commissioner

J. T. DALLAS
Commissioner

AUDITORS' REPORT

MILLAR, MACDONALD & CO.
CHARTERED ACCOUNTANTS

To The Canadian Wheat Board,
Winnipeg, Manitoba.

We have examined the Statements of Operations of The Canadian Wheat Board which set forth the results of the Board's operations on 1958-59 Pool Account—Wheat for the period from 1st August 1958 to 20th May 1960 and on 1958-59 Pool Accounts—Oats and Barley for the period from 1st August 1958 to 4th March 1960 and have obtained all the information and explanations we have required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion and according to the best of our information and the explanations given to us and as shown by the books of the Board, the accompanying Statements of Operations are properly drawn up so as to exhibit a true and correct view of the results of the operations of The Canadian Wheat Board on 1958-59 Pool Accounts—Wheat, Oats and Barley for the periods indicated above, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

MILLAR, MACDONALD & CO.
Chartered Accountants,
Auditors.

Winnipeg, Manitoba,
14th June, 1960.

THE CANADI
1958-59 Po
STATEMENT
For the period 1st Aug

Wheat acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver

Purchased from 1957-58 Pool Account—Wheat

Wheat sold:

Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver:

Domestic

Export sales at Class II prices

Export sales under the terms of the International Wheat Agreement

Sales to the 1959-60 Pool Account—Wheat

Weight losses in transit and in drying

Surplus on wheat transactions

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on wheat stored in country elevators

Storage on wheat stored in terminal elevators and mills

Net interest paid to agents on agency wheat stocks

Less: Carrying charges received under the Temporary Wheat Reserves Act

Bank interest, exchange and bank charges on net interest on other Board accounts

Net additional freight on wheat shipped from country stations to terminal positions

Handling, stop-off and diversion charges on wheat warehoused at interior terminals

Drying charges

Administrative and general expenses to 20th May 1960

Surplus on operations of the Board on the 1958-59 Pool Account—Wheat, for the period 1st August 1958 to 20th May 1960

EAT BOARD
ount-Wheat
RATIONS
to 20th May 1960

	Bushels		Amount	
,151.9			$485,078,168.42	
,908.2			2,582,569.36	
,777.4	508,673,837.5		216,635,146.51	$704,295,884.29
,434.5				
,890.7				
,003.3				
,836.2				
,672.8	508,673,837.5			800,890,319.65
				96,594,435.36
		$45,459,739.84		
		10,985,187.09		
		4,892,350.69		
		61,337,277.62		
		42,959,442.41	18,377,835.21	
			4,180,073.88	
			17,241.81	
			441,323.23	
			39,145.38	
			2,244,219.91	25,299,839.42
				$ 71,294,595.94

THE CANAD
1958-59 I
STATEMENT
For the period 1st Au

Oats acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1957-58 Pool Account—Oats.....

Oats sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1959-60 Pool Account—Oats.....

Surplus on oats transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on oats stored in country elevators.....

Storage on oats stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of oats to Pacific Coast ports for export.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 4th March 1960.....

Surplus on operations of the Board on the 1958-59 Pool Account—Oats, for the period 1st August 1958 to 4th March 1960.....

EAT BOARD
count-Oats
ERATIONS
8 to 4th March 1960

	Bushels		Amount	
,593.9			$21,573,468.21	
,959.1			7,935.71	
,169.8	52,836,722.8		9,967,418.82	$31,548,822.74
,287.0			34,977,686.75	
,435.8	52,836,722.8		3,862,789.80	38,840,476.55
				7,291,653.81
		$3,289,859.35		
		526,895.59	3,816,754.94	
			127,884.19	
			(62,504.03)	
			9,644.43	
			195,413.35	4,087,192.88
				$ 3,204,460.93

THE CANADI
1958-59 P
STATEMENT
For the period 1st Aug

Barley acquired:

Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....

Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....

Purchased from 1957-58 Pool Account—Barley.....

Barley sold:

Completed sales at realized prices basis in store Fort William/Port Arthur.....

Sales to 1959-60 Pool Account—Barley.....

Weight losses in drying.....

Surplus on barley transactions.....

Deduct: Carrying costs, interest, administrative and general expenses, etc:

Carrying charges:

Carrying charges on barley stored in country elevators.....

Storage on barley stored in terminal elevators.....

Interest and bank charges.....

Freight recovered on shipments of barley to Pacific Coast ports for export.....

Diversion charges on shipments of barley to Pacific Coast ports for export.....

Drying charges.....

Brokerage and Clearing Association charges.....

Administrative and general expenses to 4th March 1960.....

Surplus on operations of the Board on the 1958-59 Pool Account—Barley, for the period 1st August 1958 to 4th March 1960.....

HEAT BOARD
count-Barley
PERATIONS
58 to 4th March 1960

Bushels		Amount	
389,605.8		$109,612,081.07	
2,209.0		1,803.51	
360,832.3	129,052,647.1	6,470,716.43	$116,084,601.01
148,344.7		115,261,462.07	
171,337.8		13,060,659.26	
32,964.6	129,052,647.1	—	128,322,121.33
			12,237,520.32
	$5,416,969.67		
	1,182,548.82	6,599,518.49	
		188,991.84	
		(723,062.60)	
		122,630.03	
		49,837.15	
		14,791.05	
		566,862.16	6,819,568.12
			$ 5,417,952.20

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